

J & E Davy Unlimited Company – Summary Non-Statutory Balance Sheet

Davy House, 49 Dawson Street, Dublin 2.

The J & E Davy Company

Background

J & E Davy Unlimited Company (“J & E Davy”) is a subsidiary of J & E Davy Holdings Unlimited Company (“JEDH”), a company established in 1926. It is Ireland’s leading provider of wealth management, capital markets and financial advisory services. It is headquartered in Dublin with offices in Belfast, Cork, Galway and London. Employing over 730 employees, we offer a broad range of services to private clients, small businesses, corporations, and institutional investors.

In June 2022, Bank of Ireland Group plc (“BoIG”) announced the completion of the acquisition of the Davy Group. The acquisition significantly enhances BoIG’s commercial and strategic objectives and enhances the combined services available to BoIG corporate clients, across both companies, and further opportunities for collaboration and profitable growth.

J & E Davy is structured around two core operating divisions:

- **Wealth Management**
- **Capital Markets**

These core operating divisions are further diversified as follows:

- Wealth Management includes: Private Clients, Charities, Credit Unions, Real Estate, Share Dealing and Intermediary Services
- Capital Markets includes: Institutional Equities, Fixed Income & Research

Davy Wealth Management has three core offerings: Private Clients (tailored financial advice to High Net Worth clients), Financial Advice Service (advice to affluent clients), and Davy Select & Intermediaries (dealing services, self-directed investment and pensions and intermediaries). We manage €17bn+ in discretionary and advisory assets under management and received a 97% trust and 93% overall satisfaction rating in the Voice of the Client Survey in 2022.

Managing wealth can be complex and present many challenges. We provide our discretionary and advisory clients with personalised investment strategies, financial life plans and a dedicated financial advisor. Our advisors work with teams of technical specialists aiming to ensure the financial goals of our clients are met, giving them confidence in their future.

Davy Capital Markets is the leading broker in the Irish market and accounted for 18.5% of all dealings in Irish equities on Euronext Dublin in 2022*. We advise approximately 65% of companies on Euronext Dublin, including 8 of Ireland’s top 10 listed companies**. We are Ireland’s leading Euronext Growth adviser, representing approximately 81% of companies quoted on the Euronext Growth market**. Between 2015 and May 2023, Davy has advised on 59 Irish ECM transactions and are ranked first in this region in terms of market share (21.24%***).

The above information is as at 31 May 2023, unless otherwise stated.

* Source: Euronext Dublin, December 2022

** Source: Euronext Dublin, May 2023

*** Source: Dealogic, 2023

Group Structure

At the 30 December 2022, J & E Davy is a subsidiary of J & E Davy Holdings Unlimited Company. J & E Davy is the largest trading entity in the Group.

Following completion of the acquisition by BoIG on 1 June, the ultimate parent company and controlling party of the Company is Bank of Ireland Group plc.

J & E Davy Group Regulatory Environment

Following the completion of the sale of the Davy Group, BoIG is the financial reporting consolidating entity and ultimate parent of J & E Davy. BoIG is supervised by a Joint Supervisory Team ("JST") based on cooperation between the European Central Bank ("ECB") and the Central Bank of Ireland ("CBI").

J & E Davy deals in, and promotes, a variety of regulated financial products and services and is regulated by the CBI. The CBI retains direct supervisory responsibility for less significant institutions, in close cooperation and with oversight from the ECB.

J & E Davy is an authorised Markets in Financial Instruments Directive (MiFID) investment firm and as of 26 June 2021 the Investment Firms Regulation/ Investment Firm Directive (IFR/ IFD) applies to our business. Davy is a member of Euronext Dublin and is also authorised by the Pensions Authority as a PRSA Pensions provider and Registered Administrator.

J & E Davy is subject to the Irish Client Asset Regulations.

Financial Position

A Summary Non-Statutory Balance Sheet for J & E Davy as at 30 December 2022 is set out on page 4, together with an Accountants' Report thereon. J & E Davy prepares financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU.

J & E Davy was in a strong financial position at the end of 2022 with regulatory capital resources significantly in excess of its regulatory capital requirements. The J & E Davy Balance Sheet is highly liquid with significant cash and cash equivalents.

Subsequent Events

On 8 February 2023, Alan Ralph was appointed to the Board as a Non-Executive Director.

On 17 April 2023, Rónán Murphy resigned as a Non-Executive Director of the Company.

Directors' Statement

The Summary Non-Statutory Balance Sheet presented overleaf is an extract from J & E Davy's statutory financial statements and is prepared in order to summarise the J & E Davy financial position as at 30 December 2022. The Summary Non-Statutory Balance Sheet is not the statutory financial statements of J & E Davy and is considered a non-statutory financial statement. The Company's auditor issued an unmodified opinion on the 2022 statutory financial statements. The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial information may differ from legislation in other jurisdictions.

Bernard Byrne - Director

Date: 18th July 2023



Alan Ralph - Director



Accountants' Report to the Directors of J & E Davy Unlimited Company

We have examined the Summary Non-Statutory Balance Sheet presented overleaf, which has been extracted from the statutory financial statements that were properly prepared by the Directors of J & E Davy Unlimited Company. In our opinion the Summary Non-Statutory Balance Sheet has been accurately extracted from the J & E Davy statutory financial statements for the year ended 30 December 2022.

We expressed an unmodified opinion on 17 April 2023 on the statutory financial statements of J & E Davy for the year ended 30 December 2022.

The Summary Non-Statutory Balance Sheet does not contain all the disclosures required by IFRS which were applied in the preparation of the statutory financial statements. The Summary Non-Statutory Balance Sheet and the statutory financial statements do not reflect the effects of events that occurred subsequent to the date of our audit report on the statutory financial statements.

Respective responsibilities of the Directors and Auditors

The Directors are responsible for the preparation of the Summary Non-Statutory Balance Sheet. We have agreed to report to you whether in our opinion the Summary Non-Statutory Balance Sheet has been accurately extracted from the statutory financial statements for the year ended 30 December 2022, on which this firm issued an unqualified audit opinion dated 17 April 2023. That report, on the statutory financial statements, including the opinion, was prepared for, and only for, the Company's members as a body in accordance with Section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving that report or opinion, accept or assume responsibility for any other purpose or to any other person. This report including its opinion is prepared for, and only for, the Directors of J & E Davy. We do not in giving this report accept or assume responsibility for any other purpose or to any other person save where expressly agreed by prior consent in writing.

KPMG

Chartered Accountants
Registered Auditor,
1 Harbourmaster Place, IFSC,
Dublin 1.

Date: 18th July 2023

J & E Davy Unlimited Company - Summary Non-Statutory Balance Sheet

30 December 2022

Assets

Non-current assets	€m
Property, plant and equipment	5
Goodwill and Intangible assets	10
Leased right-of-use asset	8
Other	4
Total non-current assets	27
Current assets	€m
Trade and other receivables	74
Financial assets at fair value through profit or loss	9
Other assets	15
Current tax and deferred tax assets	4
Cash and cash equivalents	101
Total current assets	203
Total assets	230
Equity capital and reserves attributable to the equity holders of the company	
Called up share capital presented as equity	2
Share premium account	18
Retained earnings and other	107
Total equity attributable to owners of the company	127

Liabilities

Non-current liabilities	€m
Trade, other payables, financial liabilities at fair value through profit or loss and provisions	1
Lease Liabilities	5
Total non-current liabilities	6
Current liabilities	€m
Trade and other payables, accruals and provisions	89
Lease Liabilities	2
Financial liabilities at fair value through profit or loss	3
Bank overdraft	3
Total current liabilities	97
Total liabilities	103
Total equity and liabilities	230