

**Techinvest Limited**  
**Capital Requirements Directive – Pillar 3 Disclosures**  
**Financial Year Ending 31 December 2010**

**Background**

Techinvest Limited is a private limited company, incorporated in Ireland, and is regulated by the Central Bank. The firm's regulated activity includes the provision of investment advice. The Client Asset Requirements are not applicable to the company's activities.

The Capital Requirements Directive is a revised framework governing the level and nature of capital which investment firms and credit institutions must maintain. This framework consists of three pillars. These are as follows:

- Pillar 1 - Minimum Capital Requirement - sets out the minimum capital amount that firms are required to retain to meet their credit, market and operational risk requirements.
- Pillar 2 - Supervisory Review Process - firms evaluate whether they are holding sufficient capital to cover specific risks that are not fully captured under Pillar 1. This assessment is known as the Internal Capital Adequacy Assessment Process.
- Pillar 3 - Market Discipline - is the requirement to disclose information to the market regarding risks, management controls and capital and thereby allowing market participants to assess the firm's capital adequacy.

This document has been prepared by Techinvest Limited and has been approved by the company's Board of Directors for publication. It complies with the Capital Requirements Directive Pillar 3 – Disclosure Requirements which came into effect on 1 January 2008.

**Frequency of disclosures**

The disclosures will be reviewed on an annual basis at a minimum.

## Location of disclosures

The Pillar 3 Disclosures are available on the company's website at [www.techinvest.ie](http://www.techinvest.ie)

## Verification procedures

The Pillar 3 Disclosures do not constitute any form of audited financial statement and have been prepared solely for the purpose of Pillar 3.

## Structure, governance, capital and risk

Techinvest Limited is a private limited company. The company is small in nature and it is managed closely by the directors. The activities of the company are not complex in nature. The board of directors comprises of persons who have the necessary skills and expertise to control and manage the organisation effectively.

The company's risks included the following:

1. Credit risk

Credit risk is the potential loss that may be incurred by the company in the event that advisory fees and commissions on the funds are not paid to the company.

2. Market risk

Market risk is the potential loss that may be incurred by the company arising from potential adverse movements in values of investments and exchange rates attached to sterling and US dollars denominated assets and liabilities. Techinvest Limited prepares its accounts in Euro.

The company applied the standardised approach to credit risk and market risk.

Under Pillar 1 the company's capital requirements are the greater of the following:

- Its minimum initial capital requirement of €125K; or
- Its fixed overhead requirement of €6K, based on 25% of annual operating expenses as advise by the Central Bank of Ireland; or
- The sum of the credit and market risks, totalling €185K at 31/12/2010

Under Pillar 2 the firm's assessment of its capital requirements was €185K at 31 December 2010.

Techinvest Limited holds capital in excess of its capital requirement and the Board of Directors of Techinvest Limited are of the opinion that this level of capital is sufficient to meet the risks facing the company.

Techinvest Limited complied with the capital requirements of the Central Bank of Ireland.

*Conor McCarthy*

*Managing Director*