

Company Registration No. 07196379

Marlin Financial Intermediate Limited

**Annual Report and Financial Statements
For the year ended 31 December 2020**



Marlin Financial Intermediate Limited

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Marlin Financial Intermediate Limited

Officers and professional advisors

The officers and professional advisors of the Company at the date of this report are as follows:

Directors

J B Morris
P Jenkins

Secretary

S Whiteley

Auditor

BDO LLP
Chartered Accountants and Statutory Auditor
55 Baker Street
London
W1U 7EU
United Kingdom

Bankers

National Westminster Bank PLC
City of London Office
PO BOX 12258
1 Princes Street
London
EC2R 8BP

Registered office

Marlin House
16 – 22 Grafton Road
Worthing
West Sussex
BN11 1QP

Marlin Financial Intermediate Limited

Strategic Report For the year ended 31 December 2020

Overview

The Directors present the Strategic Report, Directors' Report and the financial statements of Marlin Financial Intermediate Limited (the "Company") for the year ended 31 December 2020.

The Company's principal activity is the holding of investments in fellow Group companies of the Encore Capital Group, Inc. (the "Group"), of which the Company is a member.

Business review and results

The loss before tax for the year amounts to £131,000 (2019 – loss of £264,000).

As the performance of Marlin Financial Intermediate Limited is linked to the performance of Encore Capital Group, Inc., key performance indicators relating to the Company's trading which are appropriate for an understanding of the development, performance or position of the business can be found in the financial statements of Encore Capital Group, Inc.

Principal risks and uncertainties

In common with all other businesses, the Company is exposed to a range of enterprise wide risks. This section describes the principle risks arising from the Company's business model, and the processes for managing those risks. Further quantitative information in respect of these risks is presented throughout these financial statements.

The Company is exposed through its operations to the following principle risks:

Risk	Definition	Impact	Mitigation
Economic risk	Changes in the economic environment in the markets in which the Company operates may negatively impact its performance.	May cause reduced recoveries which results in financial loss.	The Group assesses consumer repayment affordability through income and expenditure assessments, leading to sustainable repayment plans. We regularly monitor key economic performance indicators as well as having a diversified consumer portfolios account types.

Marlin Financial Intermediate Limited

Strategic Report (continued) For the year ended 31 December 2020

Principal Risks and Uncertainties (*continued*)

Risk	Definition	Impact	Mitigation
Regulatory Risk	Failure of the Group to comply with applicable legislation or regulation of the debt purchase and collections sector and the broader consumer credit industry.	May result in the suspension, termination or impairment of the Company's ability to conduct business and substantial losses.	The Group has a well established three lines of defence model and a robust risk management approach, with strong operational compliance systems and controls, and training in place which support our customer centric culture. Within the second line, the risk and compliance team provide expertise and oversight. The third line, the internal audit team, provide independent and objective regulatory and compliance oversight.
Data Retention Risk	The ability the Group to obtain, share and retain customer data is critical to the Company and is heavily regulated by privacy, data protection and related laws in the jurisdictions in which the Company operates.	May result in enforcement notices and monetary penalties imposed. Any lack of compliance may impair the Group's ability to continue to use its consumer data, which may have an adverse effect on the Company's financial condition, industry reputation, financial returns and impact operations.	The Company maintains compliance with the required standards across sites to align with the Data Protection Act 2018 (including the UK GDPR Part 2 of the DPA 2018).

Marlin Financial Intermediate Limited

Strategic Report (continued) For the year ended 31 December 2020

Principal Risks and Uncertainties (continued)

Risk	Definition	Impact	Mitigation
Information Security Risk	Risk of security and privacy breaches of the systems and processes used to protect customer data.	May lead to material financial losses as a result of litigation, regulatory sanctions, remediation costs, or loss of new business.	Stringent information security principles, including regular penetration testing and staff awareness programmes, are embedded in the Group's processes and meet the ISO27001 standard.
Political Risk	Risk of changes to regulatory or political environment or an increasing volume of legislation.	May lead to higher operating costs, future collections failing to meet forecasts or impede new business if clients are less able to or incentivised to sell debt.	The Group maintaining a customer focussed approach to the business strategy, which minimizes such risk.
Vendor / Operational Risk	Risk of restrictions placed on the Group by vendors.	May limit operational flexibility, which may have an adverse effect on the Company's financial condition, financial returns or results of operations.	The Group has long standing relationships with key vendors. Appropriate pricing and due diligence processes undertaken for all portfolio purchases to ensure any such restrictions are fully considered before any commitment to purchase is entered into.
Third party Risk	Risk of loss of relationship, under performance or non-compliant practices by third party service providers.	May limit operational flexibility, or create reputational risk to the Group, which may have an adverse effect on the Company's financial condition, financial returns or results of operations.	The Group has implemented three lines of defence model and a robust risk management approach, with strong operational compliance controls and training in the first line. Within the second line, the compliance and legal team provide expertise and oversight. The third line, the internal audit team, provide independent and objective regulatory and compliance oversight.

Marlin Financial Intermediate Limited

Strategic Report (continued) For the year ended 31 December 2020

Going concern and liquidity risk

The Company's core business is the holding of investments in fellow Group companies. The Company's financial position is therefore partly dependent on the financial condition of the rest of the Group. The Directors of the Company have received a letter of support from the Group outlining their continued support should it be required.

The Directors have reviewed the position of the Group and its ability to provide any support as may be necessary. Based on this assessment, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The Company has seen no material impact as a result of COVID-19. Accordingly, it is considered appropriate to continue to adopt the going concern basis in preparing the annual report and accounts.

Approved by the Board of Directors and signed on behalf of the Board



J B Morris
Director

09/07/2021

Marlin Financial Intermediate Limited

Directors' Report For the year ended 31 December 2020

The Directors present their report for the year ended 31 December 2020.

Results and dividends

The audited financial statements and related notes for the year ended 31 December 2020 are set out on pages 12 to 19. The Company's result for the year after taxation was a loss of £106,000 (2019: loss of £214,000).

The Directors do not recommend a payment of a dividend in the year (2019: £nil).

Directors

The Directors who held office during the year and up to the date of approval of the financial statements were as follows:

- J B Morris (appointed 12 May 2020)
- P Jenkins (appointed 31 December 2020)
- C Buick (resigned 12 May 2020)
- D Usher – (appointed 23 January 2020, resigned 31 December 2020)
- P Richardson – (resigned 23 January 2020)

Political donations

The Company made no political contributions (2019: £nil).

COVID-19 pandemic

Throughout 2020 Cabot has continuously adapted to the changing environment which resulted from the impact of the COVID-19 (coronavirus) outbreak. As well as evolving working procedures both within our offices and via the adoption of widespread working from home practices, we continue to recognise the impact that this has on our customers and have tailored our approach accordingly.

Although the COVID-19 outbreak has demonstrated Cabot's ability to withstand significant external disruption whilst maintaining full operational capability, we remain very alert to this ongoing crisis and will continue to monitor and adapt where required to both protect colleagues welfare and maintain service for customers, in particular for those who may require additional support during this very difficult time.

Marlin Financial Intermediate Limited

Directors' Report (continued) For the year ended 31 December 2020

Auditor

Each of the persons who is a Director at the date of approval of this report confirms that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the Director has taken all the steps that he ought to have taken as a Director in order to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the Board of Directors and signed on behalf of the Board



J B Morris
Director

09/07/2021

Marlin Financial Intermediate Limited

Statement of Directors' Responsibilities For the year ended 31 December 2020

The Directors are responsible for preparing the strategic report, the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 *Reduced Disclosure Framework* (FRS 101). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 *Reduced Disclosure Framework* (FRS 101) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Marlin Financial Intermediate Limited

Independent auditor's report to the members of Marlin Financial Intermediate Limited

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of Marlin Financial Intermediate Limited ("the Company") for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 Reduced Disclosure Framework (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Marlin Financial Intermediate Limited

Independent auditor's report to the members of Marlin Financial Intermediate Limited (continued)

Other Companies Act 2006 reporting

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Directors

As explained more fully in the Statement of Directors' Responsibilities, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Marlin Financial Intermediate Limited

Independent auditor's report to the members of Marlin Financial Intermediate Limited (continued)

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We have obtained an understanding of the legal and regulatory frameworks applicable to the entity and we have enquired of management to identify how the entity is complying with those frameworks and whether there were any known instances of non-compliance.

We considered the entity's control environment that has been established to prevent, detect and deter fraud. We then assessed the risk of susceptibility of the entity's financial statements to material misstatement, including how fraud might occur.

In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments in the general ledger.

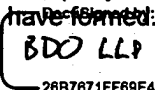
We communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and discussed how and where these might occur and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed:


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Leighton Thomas (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
London

Date 13 July 2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Marlin Financial Intermediate Limited

Statement of comprehensive income For the year ended 31 December 2020

	Notes	2020 £000	2019 £000
Interest receivable and similar income	5	1,231	568
Interest payable and similar charges	6	(1,362)	(832)
Loss on ordinary activities before taxation	4	(131)	(264)
Tax credit	7	25	50
Total comprehensive loss for the financial period		(106)	(214)

All of the above results are derived from continuing operations. There is no other comprehensive income.

The accounting policies and notes on pages 15 to 19 form part of these financial statements.

Marlin Financial Intermediate Limited

Statement of financial position As at 31 December 2020

	Notes	2020 £000	2019 £000
Fixed assets			
Investments	8	33,365	33,365
		<u>33,365</u>	<u>33,365</u>
Current assets			
Trade and other receivables	9	29,455	28,173
		<u>29,455</u>	<u>28,173</u>
Creditors: amounts falling due within one year			
Trade and other payables	10	(33,352)	(31,964)
		<u>(33,352)</u>	<u>(31,964)</u>
Net current liabilities		<u>(3,897)</u>	<u>(3,791)</u>
Total assets less current liabilities		<u>29,468</u>	<u>29,574</u>
Net assets		<u>29,468</u>	<u>29,574</u>
Equity			
Called up share capital	11	12	12
Capital contribution reserve		51,390	51,390
Retained earnings		(21,934)	(21,828)
Total shareholders' funds		<u>29,468</u>	<u>29,574</u>

These financial statements of Marlin Financial Intermediate Limited, with registered number 07196379, were approved by the Board of Directors and authorised for issue on 09/07/2021.

Signed on behalf of the Board of Directors by:



J B Morris
Director

The accounting policies and notes on pages 15 to 19 form part of these financial statements.

Marlin Financial Intermediate Limited

Statement of changes in equity As at 31 December 2020

	Called up share capital £000	Capital contribution reserve £000	Retained Earnings £000	Total £000
As at 1 January 2019	12	51,390	(21,614)	29,788
<i>Comprehensive income for the year ended:</i>				
Loss for the year ended	-	-	(214)	(214)
Losses and total comprehensive income	-	-	(214)	(214)
As at 31 December 2019	12	51,390	(21,828)	29,574
<i>Comprehensive income for the year ended:</i>				
Loss for the year ended	-	-	(106)	(106)
Losses and total comprehensive income	-	-	(106)	(106)
As at 31 December 2020	12	51,390	(21,934)	29,468

The accounting policies and notes on pages 15 to 19 form part of these financial statements.

Marlin Financial Intermediate Limited

Notes to the financial statements For the year ended 31 December 2020

1. General information

Marlin Financial Intermediate Limited is a private company limited by shares, incorporated and domiciled in England and Wales. The registered office is located at Marlin House, 16-22 Grafton Road, Worthing, West Sussex, BN11 1QP.

2. Basis of preparation and significant accounting policies

2.1. Basis of preparation

The financial statements of the Company have been prepared in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and with accordance to Companies Act 2006. The financial statements have been prepared under the historical cost convention, except for the revaluation at current value of certain financial assets. These standards have been applied consistently throughout the current and preceding year.

The financial statements are presented in UK pounds sterling (£), which is the company's functional currency.

The Company has taken advantage of the following reduced disclosure requirements under FRS 101:

- the requirements of IFRS 7 *Financial Instruments: Disclosures*;
- the requirements of paragraph 38 of IAS 1 *Presentation of Financial Statements* to present comparative information requirements in respect of paragraph 79(a)(iv) of IAS 1;
- The requirements of paragraph 10(d), 10(f) and 134-136 of IAS 1 *Presentation of Financial Statements*;
- the requirements of IAS 7 *Statement of Cash Flows*; and
- the exemption in paragraph 8(k) of FRS 101 not to disclose transactions with Group companies wherein any subsidiary undertaking which is a party to the transactions is wholly owned by a member of that Group.

The Company has taken advantage of the exemption from preparing consolidated financial statements afforded by section 400 of the Companies Act 2006 as it is a wholly owned indirect subsidiary of Encore Capital Group, Inc. and its results are included in the consolidated financial statements of that company. These financial statements therefore present information about the Company as an individual entity alone.

Going concern

The Company's core business is the holding of investments in fellow Group companies. The Company's financial position is therefore partly dependent on the financial condition of the rest of the Group and other Group companies have undertaken to continue to provide such financial support to the Company as it may require.

The Directors have reviewed the position of the Group and its ability to provide any support as may be necessary. Based on this assessment, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The Company has seen no material impact as a result of COVID-19. Accordingly, it is considered appropriate to continue to adopt the going concern basis in preparing the annual report and accounts.

Marlin Financial Intermediate Limited

Notes to the financial statements (continued) For the year ended 31 December 2020

2.2 Summary of significant accounting policies

Taxation

The tax credit represents the sum of the tax currently receivable and deferred tax. It is recognised in the statement of comprehensive income except to the extent that it relates to a business combination, or items recognised directly in equity or other comprehensive income.

Current tax

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the year end date.

Interest receivable and interest payable

There are interest receivable and payable to parent and other Group undertakings.

Investments

Investments in subsidiaries are recognised at cost less provision for impairment.

Financial instruments

IFRS 9

The Group applied the simplified approach and recorded lifetime expected losses on all trade receivables and intercompany borrowings.

Financial assets

Trade and other receivables are classified as loans and receivables and are measured at cost less any impairment.

Financial liabilities

Financial liabilities are initially recognised at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. Subsequently, they are carried at amortised cost using the effective interest rate method.

3. Significant accounting judgements, estimates and assumptions

Intercompany borrowings

The Directors have deemed that loans to other group undertakings are at a market rate and therefore the carrying value of the loans are an accurate approximation of fair value. The Directors believe that the loans are 100% recoverable or payable.

Marlin Financial Intermediate Limited

Notes to the financial statements (continued) For the year ended 31 December 2020

4. Loss on ordinary activities before taxation

Loss on ordinary activities before taxation is stated after charging auditor's remuneration of £nil (2019: £nil). Auditor's remuneration of £9,200 (2019: £9,900) with respect to the Company's audit fees for the year was borne by another group company.

The Company employs no staff directly and the directors of the Company did not receive any remuneration in the period.

5. Interest receivable and similar income

	2020 £000	2019 £000
Interest income from parent and other Group undertakings	<u>1,231</u>	<u>568</u>

6. Interest payable and similar charges

	2020 £000	2019 £000
Interest expense due to parent and other Group undertakings	<u>1,362</u>	<u>832</u>

7. Tax

The income tax expense comprises:

	2020 £000	2019 £000
Current tax		
Group relief receivable	<u>25</u>	<u>50</u>
Total income tax credit	<u>25</u>	<u>50</u>

The differences between the total tax expense shown above and the amount calculated by applying the standard rate of UK corporation tax to the accounting profit are as follows:

	2020 £000	2019 £000
Loss before tax	<u>(131)</u>	<u>(264)</u>
Income tax credit calculated at standard UK corporation tax rate of 19.00% (2019: 19.00%)	<u>(25)</u>	<u>(50)</u>
Total income tax credit	<u>(25)</u>	<u>(50)</u>

Marlin Financial Intermediate Limited

Notes to the financial statements (continued) For the year ended 31 December 2020

8. Investments

£000

At 1 January 2020 and 31 December 2020

33,365

The principal subsidiary undertaking of the Company is:

Subsidiary undertakings	Country of incorporation	Principal activity	% shares held
Marlin Financial Intermediate II Limited	Great Britain	Holding company	100

The above company's registered office is located at Marlin House, 16-22 Grafton Road, Worthing, West Sussex, BN11 1QP.

9. Trade and other receivables

2020	2019
£000	£000

Amounts owed by Group undertakings

<u>29,455</u>	<u>28,173</u>
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All amounts falling due within one year are presented within current assets as required by the Companies Act. Loans and amounts due from parent and other Group undertakings are unsecured, have no fixed repayment date, are repayable on demand and interest on such balances is accrued on an arm's length basis.

The Company considers that the carrying amounts of the financial assets included above are a reasonable approximation of their fair value due to their short-term nature.

10. Trade and other payables

2020	2019
£000	£000

Amounts owed to Group undertakings

<u>33,352</u>	<u>31,964</u>
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Interest is charged on the loan at the rate of LIBOR plus 4% per annum unless the rate is deemed different by the Group transfer pricing policy.

11. Called up share capital

2020	2019
£	£

Allotted, called up and fully paid:

11,600 class Ordinary shares of £1 each

11,600	11,600
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<u>11,600</u>	<u>11,600</u>
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Marlin Financial Intermediate Limited

Notes to the financial statements (continued) For the year ended 31 December 2020

12. Contingent liabilities

The Company is party to guarantees in relation to borrowings within the Group. For details around such funding please refer to the Group consolidated financial statements.

13. Ultimate parent Company

The Company's immediate parent company is Marlin Financial Group Limited, a company incorporated in England and Wales. The smallest and largest group of which the Company is a member and for which group financial statements are drawn up is Encore Capital Group, Inc. The Company's ultimate parent company is Encore Capital Group, Inc. ("Encore"), a company incorporated in Delaware, United States, whose consolidated financial statements are available on their website.