

Report of the Director and
Unaudited Financial Statements for the Year Ended 31 December 2020
for
Chime Atlantic Limited



Chime Atlantic Limited

Contents of the Financial Statements
for the Year Ended 31 December 2020

	Page
Company Information	1
Report of the Director	2
Statement of Comprehensive Income	3
Balance Sheet	4
Statement of Changes in Equity	5
Notes to the Financial Statements	6

Chime Atlantic Limited

Company Information
for the Year Ended 31 December 2020

DIRECTOR: D Crowther

SECRETARY: T G Tolliss

REGISTERED OFFICE: PO Box 70693 62 Buckingham Gate
London
SW1P 9ZP

REGISTERED NUMBER: 09809986 (England and Wales)

Chime Atlantic Limited

Report of the Director
for the Year Ended 31 December 2020

The director presents his report with the financial statements of the company for the year ended 31 December 2020.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a financing company.

DIRECTOR

D Crowther held office during the whole of the period from 1 January 2020 to the date of this report.

DIRECTORS' INDEMNITIES

As at the date of this report, indemnities are in force under which the company has agreed to identify the directors, to the extent permitted by law and company's articles of association, in respect of all losses arising out of, or in connection with the execution of their powers, duties and responsibilities, as directors of the company. Chime Group Holdings Limited has purchased and maintains directors' and officers' insurance against legal liabilities and costs for claims in connection with any act or omission by its directors or officers in the execution of their duties, on behalf of the company.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



.....
D Crowther - Director

Date: 27 May 2021

Chime Atlantic Limited

Statement of Comprehensive Income
for the Year Ended 31 December 2020

	Notes	31.12.20 \$'000	31.12.19 \$'000
REVENUE		-	1
Administrative expenses		(338)	348
OPERATING (LOSS)/PROFIT		(338)	349
Interest receivable and similar income		7,646	9,027
PROFIT BEFORE TAXATION	4	7,308	9,376
Tax on profit	5	(886)	(1,845)
PROFIT FOR THE FINANCIAL YEAR		6,422	7,531
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		6,422	7,531

The notes form part of these financial statements

Balance Sheet

31 December 2020

	Notes	31.12.20 \$'000	31.12.19 \$'000
CURRENT ASSETS			
Debtors	6	150,808	144,826
Cash at bank		100	556
		<u>150,908</u>	<u>145,382</u>
CREDITORS			
Amounts falling due within one year	7	(1,388)	(2,284)
NET CURRENT ASSETS		<u>149,520</u>	<u>143,098</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>149,520</u>	<u>143,098</u>
CAPITAL AND RESERVES			
Called up share capital		-	-
Share premium		133,400	133,400
Retained earnings	8	16,120	9,698
		<u>149,520</u>	<u>143,098</u>

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the director and authorised for issue on 27 May 2021 and were signed by:



.....
D Crowther - Director

The notes form part of these financial statements

Chime Atlantic Limited

Statement of Changes in Equity
for the Year Ended 31 December 2020

	Called up share capital \$'000	Retained earnings \$'000	Share premium \$'000	Total equity \$'000
Balance at 1 January 2019	-	2,167	133,400	135,567
Changes in equity				
Total comprehensive income	-	7,531	-	7,531
Balance at 31 December 2019	-	9,698	133,400	143,098
Changes in equity				
Total comprehensive income	-	6,422	-	6,422
Balance at 31 December 2020	-	16,120	133,400	149,520

The notes form part of these financial statements

1. STATUTORY INFORMATION

Chime Atlantic Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparation

These financial statements have been prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 101 "Reduced Disclosure Framework":

- the requirements of paragraphs 45(b) and 46 to 52 of IFRS 2 Share-based Payment;
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations;
- the requirements of paragraph 33(c) of IFRS 5 Non Current Assets Held for Sale and Discontinued Operations;
- the requirements of paragraph 24(6) of IFRS 6 Exploration for and Evaluation of Mineral Resources;
- the requirements of IFRS 7 Financial Instruments: Disclosures;
- the requirements of paragraphs 91 to 99 of IFRS 13 Fair Value Measurement;
- the requirements of paragraph 52 the second sentence of paragraph 89, and paragraphs 90, 91 and 93 of IFRS 16 Leases;
- the requirements of paragraph 58 of IFRS 16;
- the requirements of the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119(a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from Contracts with Customers;
- the requirement in paragraph 38 of IAS 1 Presentation of Financial Statements to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
 - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
 - paragraph 118(e) of IAS 38 Intangible Assets;
 - paragraphs 76 and 79(d) of IAS 40 Investment Property; and
 - paragraph 50 of IAS 41 Agriculture;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D and 111 of IAS 1 Presentation of Financial Statements;
- the requirements of paragraphs 134 to 136 of IAS 1 Presentation of Financial Statements;
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- the requirements of paragraphs 17 and 18A of IAS 24 Related Party Disclosures;
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group;
- the requirements of paragraphs 134(d) to 134(f) and 135(c) to 135(e) of IAS 36 Impairments of Assets.

Taxation

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement, because it excludes items of income or expense that are taxable or deductible in other years, and it further excludes items that are never taxable or deductible.

2. ACCOUNTING POLICIES - continued

Foreign currencies

The financial statements are presented in US Dollars, which is the currency of the primary economic environment in which the Company operates (its functional currency).

Transactions denominated in currencies other than US Dollars are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Gains and losses arising on retranslation are included in net profit or loss for the period. Non-monetary items that are measured in terms of historical costs in a foreign currency are not retranslated.

Translation differences on non-monetary financial assets and liabilities are reported as part of the fair value gain or loss. Translation differences on non-monetary financial assets, such as investments in equity securities classified as available for sale, are included in the fair value reserve in equity.

Going concern

The uncertainty as to the future impact on the Company of the COVID-19 outbreak has been considered as part of the Company's adoption of the going concern basis.

The Directors have prepared forecasts which indicate that the Company has adequate resources to continue in operational existence for the foreseeable future. In preparing these forecasts the Directors have taken into account the following key factors:

- the rate of growth of the UK and global economy, and
- the level of committed and variable costs.

The company operated under the banking facility operated by Chime, which benefits from committed facilities of £251.2 million, comprising £216.8 million until August 2024, and £34.5 million until August 2023. This facility is subject to banking covenants. The company, together with Chime and certain other companies in the Chime Group Holdings Limited group, has given an unlimited cross-guarantee in favour of its banker.

The Directors have concluded, based on the cash flow forecasts and the commitment made by Chime under the cross-guarantee it has entered into, that it is appropriate to prepare the financial statements on a going concern basis for the next twelve months.

3. EMPLOYEES AND DIRECTORS

There were no staff costs for the year ended 31 December 2020 nor for the year ended 31 December 2019.

	31.12.20	31.12.19
	\$	\$
Director's remuneration	-	-
	==	==

4. PROFIT BEFORE TAXATION

The profit before taxation is stated after charging/(crediting):

	31.12.20	31.12.19
	\$'000	\$'000
Foreign exchange differences	338	(348)
	==	==

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

5. **TAXATION**

Analysis of tax expense

	31.12.20 \$'000	31.12.19 \$'000
Current tax:		
Tax	886	1,845
Total tax expense in statement of comprehensive income	886	1,845

Factors affecting the tax expense

The tax assessed for the year is lower (2019 - higher) than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.20 \$'000	31.12.19 \$'000
Profit before income tax	7,308	9,376
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2019 - 19%)	1,388	1,781
Effects of:		
Exchange differences	-	64
Adjustments in respect of the prior year	(502)	-
Tax expense	886	1,845

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.20 \$'000	31.12.19 \$'000
Amounts owed by group undertakings	150,808	144,826

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.20 \$'000	31.12.19 \$'000
Tax	1,388	2,284

8. **RESERVES**

	Retained earnings \$'000	Share premium \$'000	Totals \$'000
At 1 January 2020	9,698	133,400	143,098
Profit for the year	6,422		6,422
At 31 December 2020	16,120	133,400	149,520

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.20\$	31.12.19\$
17	Ordinary Shares	\$1	<u>17</u>	<u>17</u>

10. ULTIMATE CONTROLLING PARTY

The Company's immediate parent undertaking and its immediate controlling party is Chime Communications Limited, incorporated in the United Kingdom and registered in England and Wales.

The Company's ultimate parent company and controlling party is PM VII S.a.r.l, a company incorporated and registered in Luxembourg.

The largest and smallest group for which the group financial statements are prepared and of which the group is a member is Chime Group Holdings Limited which is incorporated in the United Kingdom and registered in England and Wales. Copies of their financial statements are available from Companies House, Crown Way, Maindy, Cardiff CF14 3UZ.