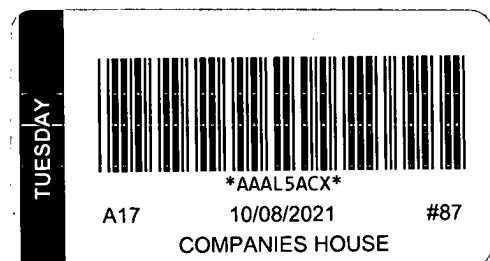


Registration number: 10674839

Nevada Investments 2 Limited

Unaudited Financial Statements

for the Year Ended 31 December 2020



Nevada Investments 2 Limited

Statement of Comprehensive Income for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Impairment of investments		-	(3,381,607)
Operating loss		-	(3,381,607)
Loss before tax		-	(3,381,607)
Income tax credit	2	-	-
Net loss for the year		-	(3,381,607)

The above results were derived from continuing operations. There were no items of other comprehensive income in the current year or prior year.

Nevada Investments 2 Limited

(Registration number: 10674839)

Statement of Financial Position as at 31 December 2020

	Note	2020 £	2019 £
Non-current assets			
Investment in subsidiary undertakings	3	<u>9,151,094</u>	<u>9,151,094</u>
Total assets less current liabilities		<u>9,151,094</u>	<u>9,151,094</u>
Net assets		<u>9,151,094</u>	<u>9,151,094</u>
Capital and reserves			
Share capital	4	-	-
Share premium		41,606,250	41,606,250
Retained losses		<u>(32,455,156)</u>	<u>(32,455,156)</u>
Total equity		<u>9,151,094</u>	<u>9,151,094</u>

For the year ended 31 December 2020, the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the board on 3 August 2021 and signed on its behalf by:



.....
D Cougill
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Nevada Investments 2 Limited

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

1 Accounting policies

Going Concern

The financial statements of the Company have been prepared on a going concern basis.

Investments in subsidiary

A subsidiary is an entity over which the Company has control. The Company controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Investments in subsidiaries are accounted for at cost less, where appropriate, impairment.

Investments in subsidiaries are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the asset may exceed its recoverable amount.

An impairment test is performed by comparing the investment's carrying amount with its recoverable amount. The recoverable amount is the higher of its fair value less costs of disposal and its value in use, where its value in use is the present value of its future cash flows. An impairment test requires the application of significant judgement because it relies on key assumptions, including forecast cash flows, a discount rate, a terminal growth rate and an EBITDA multiple.

Share capital

Ordinary shares are classified as equity. Incremental cost directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

2 Income tax

Income tax credit in the Statement of Comprehensive Income

	2020 £	2019 £
Current taxation		
UK corporation tax	-	-
UK corporation tax adjustment to prior periods	-	-
Total current taxation	-	-
Deferred taxation		
Arising from origination and reversal of temporary differences	-	-
Arising from changes in tax rates and laws	-	-
Arising from previously unrecognised tax loss, tax credit or temporary difference of prior periods	-	-
Total deferred taxation	-	-
Income tax credit in the Statement of Comprehensive Income	-	-

Nevada Investments 2 Limited

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

2 Income tax (continued)

The differences are reconciled below:

	2020 £	2019 £
Loss before tax	-	(3,381,607)
Corporation tax at standard rate at 19% (2019: 19%)	-	(642,505)
Expenses not deductible for tax purposes	-	642,505
Total tax credit	-	-

In the March 2021 Budget, it was announced that the UK Corporation Tax Rate will rise from its current rate of 19% to 25% with effect from April 2023.

3 Investment in subsidiary undertakings

	£
Cost or valuation	
At 1 January 2020	41,612,988
At 31 December 2020	41,612,988
Provision for impairment	
At 1 January 2020	32,461,894
At 31 December 2020	32,461,894
Carrying amount	
At 31 December 2020	9,151,094
At 31 December 2019	9,151,094

The Company has assessed the recoverable amount of the Company's investments in subsidiaries as a result of the annual impairment test performed as at 31 December 2020. Following this assessment, it was determined that the recoverable amount of its investment in Nevada Investments 3 Limited exceeded its carrying value and therefore no impairment was required in the year (2019: £3,381,607).

Nevada Investments 2 Limited

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

3 Investment in subsidiary undertakings (continued)

Details of the subsidiary as at 31 December 2020 are as follows:

Name of subsidiary	Principal activity	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held	
			2020	2019
Nevada Investments 3 Limited	Holding company	England and Wales 2 Minster Court, Mincing Lane, London, EC3R 7PD	100%	100%

4 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £0.01 each	<u>10</u>	<u>-</u>	<u>10</u>	<u>-</u>

The shares have attached to them full voting, dividend and capital distribution (including on winding up) rights; they do not confer any rights of redemption.

5 Ultimate parent company

The Group's majority shareholder and ultimate controlling party at 31 December 2020 is HPS Investment Partners LLC. The parent company of the largest group that prepares group financial statements at 31 December 2020 that consolidate the Company is The Ardonagh Group Limited (incorporated in Jersey, registered office address 3rd Floor, 44 Esplanade, St Helier, Jersey, JE4 9WG). The parent company of the smallest group that prepares group financial statements at 31 December 2020 that consolidate the Company is Ardonagh Midco 2 plc (incorporated in Great Britain, registered office address 2 Minster Court, London, EC3R 7PD). Financial statements for The Ardonagh Group Limited and Ardonagh Midco 2 plc are available on request from:

2 Minster Court
Mincing Lane
London
EC3R 7PD