

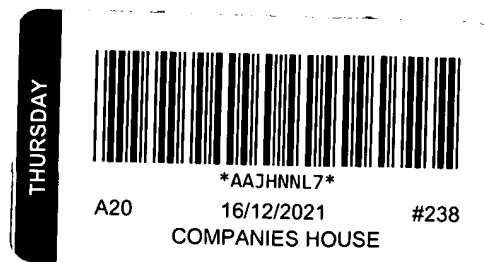
McLarens Aviation Limited

FINANCIAL STATEMENTS

for the year ended

31 March 2020

Company number 00820313



McLarens Aviation Limited

COMPANY INFORMATION

DIRECTORS

G C Brown
R G Landsbaum (resigned 4th March 2021)
N J Robinette (appointed 4th March 2021)

SECRETARY

E J M Tubb

COMPANY NUMBER

00820313

REGISTERED OFFICE

World Business Centre 1
Newall Road
Heathrow Airport
Hounslow
London TW6 2AS

AUDITOR

Grant Thornton UK LLP
Chartered Accountants and Statutory Auditor
30 Finsbury Square
London
EC2A 1AG

McLarens Aviation Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of McLarens Aviation Limited for the year ended 31 March 2020.

PRINCIPAL ACTIVITIES

The company did not trade during the year, except for revaluation of intercompany balances.

RESULTS AND DIVIDENDS

The profit after tax was £4,122 (2019: loss of £97,829). The company paid dividends of £Nil (2019: £Nil) for the year.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

DIRECTORS

The following directors have held office during the year:

G C Brown
R G Landsbaum (resigned 4 March 2021)

The company maintains indemnity insurance for its directors and officers which is deemed a qualifying third party indemnity provision for the purposes of the Companies Act 2006.

POST BALANCE SHEET EVENT

There are no significant post balance sheet events.

McLarens Aviation Limited

DIRECTORS' REPORT

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the director 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) including Financial Reporting Standard 102 (The Financial Reporting Standards applicable in the UK and Republic of Ireland) and applicable laws. 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 and 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;
- 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.

PROVISION OF INFORMATION TO AUDITOR

The Directors confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

The auditor, Grant Thornton UK LLP, has indicated its willingness to continue in office and a resolution concerning its reappointment will be proposed at the Annual General Meeting.

By order of the board



G C Brown
Director

Date: 10/12/2021

McLarens Aviation Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MCLARENS AVIATION LIMITED

Opinion

We have audited the financial statements of McLarens Aviation Limited (the 'company') for the year ended 31 March 2020, which comprise the Statement of comprehensive income, the Balance sheet, the 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 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of Company's affairs as at 31 March 2020 and of its profit 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.

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.

The impact of macro-economic uncertainties on our audit

Our audit of the financial statements requires us to obtain an understanding of all relevant uncertainties, including those arising as a consequence of the effects of macro-economic uncertainties such as Covid-19 and Brexit. All audits assess and challenge the reasonableness of estimates made by the directors and the related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Covid-19 and Brexit are amongst the most significant economic events currently faced by the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty, with the full range of possible outcomes and their impacts unknown. We applied a standardised firm-wide approach in response to these uncertainties when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for company associated with these particular events.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

McLarens Aviation Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MCLARENS AVIATION LIMITED

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matter on which we are required to report under the Companies Act 2006

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.

Matters on which we are required to report by exception

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.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 1, 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.

McLarens Aviation Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MCLARENS AVIATION LIMITED

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: 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.

Grant Thornton UK LLP

Christopher Smith

Senior Statutory Auditor

for and on behalf of Grant Thornton UK LLP

Statutory Auditor, Chartered Accountants

London

10/12/2021

McLarens Aviation Limited

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 March 2020

	Notes	Year ended 31 March 2020 £	Year ended 31 March 2019 £
Operating income	4	-	-
Operating charges	4	-	(99,444)
Intercompany balance written off		-	-
Income from shares in group undertakings		-	121
Gain on sale of Investments		4,122	-
OPERATING PROFIT / (LOSS)		4,122	(99,323)
PROFIT / (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		4,122	(99,323)
Taxation credit	7		1,494
PROFIT / (LOSS) FOR THE FINANCIAL YEAR		4,122	(97,829)

The profit for the year arises from the gain in sale of Airclaims (CIS) to McLarens Acquisition Inc.

The notes on pages 10 to 14 form part of these financial statements.

McLarens Aviation Limited**BALANCE SHEET**

As at 31 March 2020

Reg.No 00820313

	<i>Notes</i>	31 March 2020 £	31 March 2019 £
CURRENT ASSETS			
Debtors	8	5,638,074	5,638,074
		<u>5,638,074</u>	<u>5,638,074</u>
CREDITORS: Amounts falling due within one year	9	(2,021,196)	(2,021,196)
NET CURRENT ASSETS		<u>3,616,878</u>	<u>3,616,878</u>
NET ASSETS		<u>3,616,878</u>	<u>3,616,878</u>
CAPITAL AND RESERVES			
Called up share capital	10	1,500,001	1,500,001
Capital contribution reserve	11	46,316	46,316
Share Premium	11	450	450
Profit and loss account	11	2,070,111	2,070,111
SHAREHOLDERS' FUNDS		<u>3,616,878</u>	<u>3,616,878</u>

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

The financial statements were signed and authorised for issue by the board and were signed on its behalf on 10/12/2021

Gary Brown

G C Brown
Director

The notes on pages 10 to 14 form part of these financial statements.

McLarens Aviation Limited

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2020

	Share capital £	Capital contribution reserve £	Share premium £	Profit and loss account £	Total equity £
1 April 2018	1,500,000	46,316	-	2,167,940	3,714,256
Comprehensive income for the year					
Loss for the year	-	-	-	(97,829)	(97,829)
Total comprehensive income for the year	-	-	-	(97,829)	(97,829)
Share capital issued	1		450		451
Total contributions by and distributions to owners	1	-	450	-	451
31 March 2019	1,500,001	46,316	450	2,070,111	3,616,878
	Share capital £	Capital contribution reserve £	Share Premium £	Profit And Loss Account £	Total equity £
1 April 2019	1,500,001	46,316	450	2,070,111	3,616,878
Comprehensive income for the year					
Profit for the year	-	-	-	4,122	-
Total comprehensive income for the year	-	-	-	4,122	-
Dividend Paid				(4,122)	
Total contributions by and distributions to owners				-	
31 March 2020	1,500,001	46,316	450	2,070,111	3,616,878

The notes on pages 10 to 14 form part of these financial statements.

McLarens Aviation Limited

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 March 2020

1 General information

McLarens Aviation Limited is a company incorporated in England & Wales under the Companies Act. The address of the registered office is given on the company information page and the nature of the entity's operations and principal activities are included in the director's report. The financial statements have been prepared in accordance with FRS 102 the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland.

2 Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

Qualifying entity exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

the requirements of Section 7 Statement of Cash Flows;
the requirements of Section 4 Statement of Financial Position paragraph 4.12 (a)(iv);
the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
the requirements of Section 33 Related Party Disclosures paragraph 33.7;
the requirements of Section 11 paragraphs 11.39 to 11.48A and Section 12 paragraphs 12.26 to 12.29.

This information is included in the consolidated financial statements of McLarens Global Limited, a Company incorporated in the UK, for the year ended 31 March 2020.

The following principal accounting policies have been applied:

2.2 Going concern

On March 11, 2020 the World Health Organization declared the novel strain of coronavirus (COVID- 19) a global pandemic and recommended containment and mitigation measures worldwide. As of this filing, management has taken a comprehensive look at the global business and the impacts associated with COVID-19. Management examined its different markets and various sectors to prepare an updated forecast and complete a financial stress test. This examination was performed with consideration of the Company's ability to meet client requirements and impacts (if any) from remote workforce. The review was conducted utilizing the information available and management's judgement as to how the information currently available might impact our revenue and expenses, including our view on the variability of our cost structure, tax incentives and relief, etc. Having conducted that review and based on currently available information we have no reason to believe that we will suffer any long-term material downturn to our business due to COVID-19, and further based on our current view of that available information, the business' prior behavior in recessionary economies and resulting scenario analysis, management currently believes that the Company has and will have sufficient operating results and cash liquidity, and as a result, we believe it is appropriate to consider the business a going concern.

McLarens Aviation Limited

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 March 2020

2.3 Foreign currency translation

Transactions and balances

Foreign currency transactions are translated into the entity's functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Financial assets

Financial assets, other than investments and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at cost, less any impairment.

Financial liabilities and equity

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form. Financial liabilities, excluding convertible debt and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at amortised cost.

Current and deferred taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company's subsidiaries operate and generate taxable income.

Deferred balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax.

Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3 SIGNIFICANT JUDGEMENTS AND ESTIMATES

In preparing these financial statements, the directors do not believe that there are any areas of key estimations nor key judgements.

McLarens Aviation Limited

NOTES TO FINANCIAL STATEMENTS

for the year ended 31 March 2020

4. PROFIT / (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	Year ended 31 March 2020 £	Year ended 31 March 2019 £
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Operating profit / loss is stated after charging:

Foreign exchange (losses) / gains

- (99,444)

5. REMUNERATION OF DIRECTORS

Directors' remuneration is borne by another group company and disclosed in the consolidated financial statements of the ultimate holding company, McLarens Midco Inc., where appropriate.

6. AUDITOR'S REMUNERATION

Auditor's remuneration for audit work in the current and prior periods was borne by another group company.

7. TAXATION	Year ended 31 March 2020 £	Year ended 31 March 2019 £
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UK corporation tax

Current tax on profits of the year

Adjustment in respect of previous periods

Double taxation relief

-

-

-

-

Foreign tax

Current tax credit on foreign income for the year

1,494

Total current tax

1,494

The tax assessed for the year differs from the standard rate of corporation tax.

The differences are explained below:

	2020 £	2019 £
(Loss) / Profit on ordinary activities before tax	4,122	(99,324)
(Loss) / Profit on ordinary activities multiplied by the standard rate of UK corporation tax of 19% (2019: 19%)	783	(18,871)
Effects of:		
Expenses not deductible for tax purposes	-	-
Income not subject to taxation	(783)	(23)
Group relief surrendered / (claimed)		17,400
Total tax (credit) for period	-	(1,494)

McLarens Aviation Limited

NOTES TO FINANCIAL STATEMENTS

for the year ended 31 March 2020

8.	DEBTORS:	31 March 2020 £	31 March 2019 £
	Due within one year:		
	Amounts owed by parent undertakings	5,636,580	5,636,580
	Deferred tax asset	1,494	1,494
		<u>5,638,074</u>	<u>5,638,074</u>

Amounts owed by group undertakings are repayable on demand and non-interest bearing.

9.	CREDITORS: Amounts falling due within one year	31 March 2020 £	31 March 2019 £
	Amounts owed to group undertakings	2,021,196	2,021,196
		<u>2,021,196</u>	<u>2,021,196</u>

10.	SHARE CAPITAL	31 March 2020 £	31 March 2019 £
	Authorised:		
	1,500,001 ordinary shares of £1 each	1,500,001	1,500,001
		<u>1,500,001</u>	<u>1,500,001</u>
	Allotted, issued and fully paid:		
	1,500,001 ordinary shares of £1 each	1,500,001	1,500,001
		<u>1,500,001</u>	<u>1,500,001</u>

The shares have attached to them full voting, dividend and capital distribution rights.

McLarens Aviation Limited

NOTES TO FINANCIAL STATEMENTS

for the year ended 31 March 2020

11. RESERVES

Capital contribution reserve

Capital contribution relating to grant of options in share capital to employees in subsidiary companies.

Share Premium

Includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

Profit & Loss account

Includes all current and prior period retained profits and losses.

13. CLIENTS' ACCOUNTS

At 31 March 2020 there were bank deposits amounting to £77,439,821 (31 March 2019: £83,026,677) which were held in the name of McLarens Aviation Limited (or the relevant group undertaking) as trustees on behalf of clients. The deposits and corresponding liabilities are not included in these financial statements.

14. ULTIMATE PARENT UNDERTAKING AND RELATED PARTY TRANSACTIONS

The immediate parent undertaking is MYI Acquiror Limited.

The ultimate parent undertaking and controlling party is McLarens Holdco, LLC (incorporated in the USA), but the largest group to consolidate these financial statements is McLarens Midco, LLC (incorporated in the USA). McLarens Global Limited, registered in the UK, is an intermediate parent undertaking of the entity and is the smallest group to consolidate these financial statements. Copies of the McLarens Global Limited consolidated financial statements may be obtained from Companies House, Crown Way, Cardiff CF14 3UZ.

15. POST BALANCE SHEET EVENT

There are no significant post balance sheet events.