

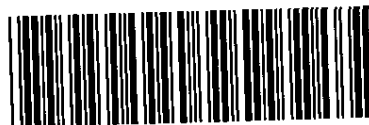
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CORIN GROUP HOLDINGS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

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CORIN GROUP HOLDINGS LIMITED

COMPANY INFORMATION

Directors	D Floyd A Margoline S Oteri J Paul A Ritchie V Silvester
Company secretary	.I Hurd
Registered number	11357499
Registered office	The Corinium Centre Love Lane Industrial Estate Cirencester Gloucestershire GL7 1YJ
Independent auditors	PricewaterhouseCoopers LLP 2 Glass Wharf Bristol BS2 0FR

CORIN GROUP HOLDINGS LIMITED

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CORIN GROUP HOLDINGS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Introduction

The directors present the Group Strategic Report, their report and the audited consolidated financial statements for the year ended 31 December 2021.

Business Review

Corin Group Holdings Limited ("Corin" or "the Group") is an orthopaedic company with a strong and well-respected international presence. Corin has a portfolio of highly successful, clinically proven implants and technologies which it manufactures and distributes into the world's major orthopaedic markets. Corin's mission is to revolutionise orthopaedics, deliver value for its customers and achieve better outcomes for patients.

In September 2021, the Board were delighted to announce the appointment of Jacob Paul to the position of Group Chief Executive Officer. Prior to this appointment, Mr. Paul served as Senior Vice-President at Medtronic, with overall responsibility for Medtronic's Cranial and Spinal Technologies division. Mr. Paul has significant experience of managing complex medical device businesses and a track record of delivering growth in the field of implantable devices and enabling technologies. The Board is confident that Mr. Paul will lead the Group through the next phase of its growth agenda. In view of this appointment, David Floyd stepped down as Interim CEO and reverts to his position as Chairman. In addition, Corin announced several other key management appointments, most notably Terje Hanssen who joined as Chief Operating Officer responsible for global operations. Mr. Hanssen has a wealth of experience including senior operations roles at Sonova Group, ABB and Honeywell.

As with the previous year, 2021 presented an extremely challenging operating and trading environment. During the year, the Delta and Omicron variants of COVID-19 swept across Corin's major markets resulting in further postponements of elective surgeries (including joint replacement), workforce absences, supply disruption and overall hesitancy in the market.

Despite these extraordinary challenges, Corin's group revenue increased by 4.7% against prior year, with particularly strong sales performance in the European region.

In terms of Corin's product and regional profile, at constant foreign exchange rate, 94% of Corin's revenue came from its direct markets, further reducing the Group's reliance on third party distributors. 90% of the revenue came from the Group's key brands including TRINITY™, METAFIX™, TRIFIT TS™, UNITY™ and APEX™.

Technology and innovation remain at the core of Corin's strategy and continue to drive growth. During 2021, the Group made significant progress across its technology business, most notably with the first commercial launch of OPSReview™, the launch of the first OMNIBotics™ connected stations (version 2.7), further enhancements to the CorinRegistry™ and the continued roll-out of the CorinConnect platform™. In addition, as evidence of Corin's commitment to data compliance and information security, the Group successfully achieved ISO20071 certification (data security) in respect of its Optimized Ortho division in Australia.

Other major projects during 2021 include:

- Completion and launch of the TRIFIT CF™ fit-and-fill hip stem.
- Further progress in the development of the 'Dragonfly' nano-surface technology.
- Restructuring of the Group's operations to optimise the business' operating model and drive efficiencies. As part of this project, redundancies were made in numerous locations to re-focus investment in the right areas to maximise return and allow the centralisation of G&A functions to drive leverage across the Group.
- Further improvements in the Group's regulatory, quality and compliance agenda.

Given the current environment (outlined above) and the uncertainties which this presents, management are highly focused on (i) ensuring responsible and appropriate use of cash and other resources to manage liquidity and working capital; (ii) driving revenue in key markets in a sustainable manner; and (iii) ensuring the continued performance and well-being of Corin employees. The Board remain confident in Corin's growth prospects, fuelled by its technology offering, innovation and commercial excellence programmes. The customer pipeline remains strong, and the Group have ambitious plans for the following years.

The Board would like to thank all employees, business partners, shareholders and lenders for their dedication and perseverance during this extraordinarily challenging period.

Principal risks and uncertainties

The Group faces several risks inherent in the medical device and orthopaedics industry, as well as some risks specific to its own operations. Systems are in place to identify and manage the risks as appropriate to the situation of the Group and the industry. The principal risks faced by the Group are detailed below.

Principal risks

- As described above, the COVID-19 pandemic has presented a major risk to the Group's financial and commercial position during 2020-21. Whilst the impact of COVID-19 appears to have eased due to vaccination programmes, it continues to pose a threat in several markets for the reasons outlined in this Strategic Report. Corin is expected to recover well, however uncertainties as to timing remain.
- The Group operates in a heavily regulated industry which requires extensive regulatory approvals, controls and compliance to be maintained. The Medical Device Regulation (MDR) has imposed a significantly higher level of regulation on device manufacturers such as Corin. MDR compliance requires a very significant financial and resource commitment which is expected to continue to increase costs, distract from other areas of the business and affect the product portfolio. However, Corin is well-placed to comply with the MDR.

CORIN GROUP HOLDINGS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

- There continues to be major supply chain challenges due to the continued impact of Brexit, staff shortages and COVID-19. This is an industry-wide issue and the Group have implemented measures to mitigate the impact of such issues.
- The orthopaedics industry is highly competitive and Corin is reliant on the strength of its product portfolio (implants and technology), continuous innovation, strong customer relationships, effective supply chains, marketing strategy and effective pricing. A multitude of factors (both within and outside of Corin's control) affect these issues and can harm Corin's ability to obtain and retain market share. A reduction in government reimbursement levels in one or more geographies would also impact the pricing achievable by the Group. These risks are addressed by continuous monitoring and improvement of the Group's commercial and operational activities.
- The medical device industry is highly litigious, especially in the United States which is a key market for Corin. Defective products, either in design or manufacturing, could impact the operating prospects and reputation of the business and could lead to product liability claims. This is a key risk faced by the Group and is a risk inherent in the orthopaedics industry. This risk is managed by strict quality systems that cover all aspects of design and manufacturing, the monitoring and early reporting of adverse events in the clinical environment, product liability insurance and effective management of the litigation docket by Corin's internal and external lawyers. The Group continues to defend product liability claims in respect of its legacy metal-on-metal implants. A relatively small number of cases remain in Europe, the USA and Australia. The Group believes that these remaining claims are without merit and its defences are strong. The Group also inherited a docket of product liability cases as part of the acquisitions of the GOT and OMNI businesses. The Group is actively defending these cases together with external counsel and insurers. It is not possible to predict with certainty the ultimate legal and financial outcome of such litigation; however, a significant portion of the financial liability is recoverable from insurance and/or indemnification from third parties. Further details in respect of legal claims are shown in note 24.
- The Group is operating under increasingly strict regulation in respect of data security and privacy. By the nature of its business, Corin holds and uses sensitive personal data including health records. Corin has robust processes, procedures and technical measures in place to mitigate the risk of data issues, but loss of this data (either through deliberate action or error) and/or misuse could result in reputational harm, regulatory investigations and potential fines against the Group.
- Like many other medical device companies, the Group has frequent contact with public officials in the UK and overseas, especially employees of regulatory bodies and healthcare professionals ("HCPs"). In appropriate cases, the Group enters into financial arrangements with HCPs including the award of royalties, consultancy fees, research grants and/or sponsorship. Failure to comply with legislation relating to such activities could result in significant adverse consequences including criminal and civil litigation, reputational damage and limitations on the Group's ability to do business. To mitigate this risk, compliance is treated as a Board-level issue and the Group operates strict procedures to ensure that such arrangements are rigorously scrutinised at the appropriate level. The Group's business activities are subject to its Global Compliance and Ethics Policy which is set, reviewed and implemented by its Compliance and Ethics Committee.

Other Risks

- The Group has one main manufacturing and supply centre, based in Cirencester in the United Kingdom, which would place the continuity of supply of product at risk if there were to be a catastrophic event at this site. The Group is not of a size to replicate its manufacturing capabilities and regulatory approvals on other sites but is managing this risk within what the Board believes are appropriate levels via safety programmes, disaster recovery plans and limited insurance.
- The Group distributes several products under differing contractual distribution arrangements. Loss of one or more of these distribution contracts could have a materially adverse impact on the Group's results.
- Patent infringement is a risk in the orthopaedics industry given the technology content in the Group's products and could lead to claims for compensatory damages and possibly the removal of products from the market. Patent reviews are carried out on all new product developments.
- The risk of excessive levels of consignment stock of surgical implants and of underutilised consigned surgical instruments is a key risk. The Group maintains controls to ensure that these levels are closely monitored.
- Macro-economic drivers such as inflation impact raw material and other prices, carrying an economic risk for the Group.

There are other operating, strategic, economic and political risks which the Group addresses as part of its operating activities. These include loss of key personnel, failure to meet health, safety and social responsibilities, and failure to meet environmental regulations.

Financial risks

The Group utilises financial instruments comprising borrowings, cash and liquid resources, and various items such as trade debtors (note 18) and trade creditors (note 20) that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the Group's operations.

The Group also enters derivative transactions from time-to-time as required such as interest rate swaps, interest rate caps and forward foreign currency contracts. The purpose of such transactions is to manage the interest rate risk and foreign currency risk arising from the Group's operations.

CORIN GROUP HOLDINGS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Group is exposed through its operations to one or more of the following financial risks:

- Foreign currency risk
- Interest rate risk
- Liquidity risk
- Credit risk
- Price risk

The policy for managing these risks is set by the Board following recommendations from the Chief Financial Officer. Certain risks are managed centrally, while others are managed locally following guidelines communicated from central management. The policy for each of the above risks is described in more detail below.

Foreign currency risk

The Group is exposed to translation and transaction foreign currency risk. Through its trading activity it is a net seller of a number of foreign currencies with its largest exposure in USD, AUD, EUR and JPY. This is a result of the Group's head office and manufacturing base being in the UK but 96% (2020: 97%) of sales in the underlying business being in currencies other than GBP. The Group has overseas subsidiaries operating in the USA, Australia, Europe and Japan. In these subsidiaries, there are expenses denominated in local currencies which, combined with interest on bank loans denominated in USD, AUD and EUR, provides the Group with a certain amount of natural cash flow hedge against the currency denominated sales.

The Group hedges against currency exposure in other currencies over the short to medium term (usually up to one year), but there remains a risk of long-term movement.

Interest rate risk

As at 31 December 2021 the Group net debt is 37% of shareholders' funds* (2020: 28%). Interest rate risk is managed centrally by the Group. The interest rate risk on USD, AUD and EUR bank loans is mitigated by Corin HoldCo Limited regularly reviewing the need for derivative contracts such as interest rate swaps and caps. Subsidiary operations are not permitted to borrow long-term from external sources locally without Group approval. Although the Board accepts that this policy neither protects the Group entirely from the risk of paying interest rates in excess of current market rates nor eliminates fully cash flow risk associated with interest payments, it considers that it achieves an appropriate balance of exposure to these risks.

* Shareholders' funds comprise share capital, share premium, own shares held and other reserves.

Liquidity risk

Liquidity risk arises from the Group's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Group will encounter difficulty in meeting its financial obligations as they fall due.

The Group's policy is to ensure that it will always have enough cash to allow it to meet its liabilities when they become due. It achieves this by being financed with appropriate long-term and short-term finance to match the needs of the business. The Board are comfortable that adequate facilities are in place at a level which will allow the Group to meet its liabilities as they fall due and to execute the business' plans.

Credit risk

Credit risk is the risk that the Group's customers are unable to pay their debts to the Group. The Group's policy is to establish credit limits for individual customers based on their financial strength and trading record with the Group. Additional goods are not shipped to customers where this would result in their credit limit being exceeded. Increases to credit limits are subject to approval processes appropriate to their quantum.

Price risk

The industry is reliant on reimbursement levels, often from government bodies, in setting the pricing levels across the industry. A reduction in government reimbursement levels in one or more geographies would impact the pricing achievable by the Group. The breadth of the range of the Group's products and geographical markets serves to mitigate this risk to some extent.

Key performance indicators

The directors monitor the Group's progress against its strategic objectives, its financial performance and the Group's operations on a regular basis. The most significant key financial performance indicators used by the Group are as follows:

	Year ended 31 December 2021	Year ended 31 December 2020
Turnover	£157,510,000	£150,417,000
Net debt	£136,030,000	£102,758,000

Other financial key performance indicators include operating cash flow, net cash flow, debtor days and stock days. Non-financial key performance indicators relate to scrap and rework rates, utilisation of instrument sets and rates of sickness, absenteeism and lost time accidents.

CORIN GROUP HOLDINGS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Section 172(1) statement

Context

The Companies Miscellaneous Reporting Regulations 2018 ('2018 MRR') require directors to explain how they considered the interests of key stakeholders and the broader matters set out in section 172(1) (A) to (F) of the Companies Act 2006 ('S172') when performing their duty to promote the success of the Group under S172. This includes considering the interest of other stakeholders which will have an impact on the long-term success of the Group.

This S172 statement explains how Corin directors:

- have engaged with employees, suppliers, customers and others; and
- have had regard to employee interests, the need to foster the Group's business relationships with suppliers, customers and other, and the effect of that, including on the principal decisions taken by the Group during the financial year.

The S172 statement focuses on matters of strategic importance to Corin, and the level of information disclosed is consistent with the size and the complexity of the business.

General confirmation of directors' duties

Corin's Board has a clear framework for determining the matters within its remit and has approved Reserved and Delegated Matters which describe the matters delegated to the Executive and its Committees.

Certain financial and strategic thresholds have been determined to identify matters requiring Board consideration and approval. The Reserved Matters, together with Group Delegations of Authority, sets out the delegation and approval process across the broader business.

When making decisions, each director ensures that he/she acts in the way he/she considers, in good faith, would most likely promote the Group's success for the benefit of its members. In doing so, they have regard (among other matters) to the following key items.

S172(1) (A) "The likely consequences of any decision in the long term"

The directors understand the business and the evolving environment in which we operate, including the challenges of navigating through the changing regulatory landscape concerning medical devices. The strategy set by the Board is intended to strengthen our current position as a leading orthopaedic device manufacturer, but also ensure that the Group achieves future growth by investing and developing new technologies (such as the OMNIBotics and OPS platforms).

To help achieve the Group's ambitions, the Board has developed a strategic plan which focuses teams on developing Corin's long-term value creation projects. This is designed to ensure alignment across the Board and wider business on the priorities for long-term growth and decision-making.

S172(1) (B) "The interests of the Group's employees"

The directors recognise that Corin employees are fundamental and crucial to delivering our strategic ambitions. The success of our business depends on attracting, retaining and motivating employees. The directors factor the implications of decisions on employees and the wider workforce, where relevant and feasible.

In furtherance of this, Corin has developed a comprehensive "People Plan" which sets out the Group's strategy and agenda in areas such as retention, succession planning, remuneration, employee well-being, learning and development.

S172(1) (C) "The need to foster the Group's business relationships"

Delivering our strategy requires strong mutually beneficial relationships with suppliers, customers, governments, other manufacturers and partners. Corin seeks the promotion and application of certain general principles in such relationships. When deciding to conduct business with such partners, the Group carefully considers the nature of the relationship, our ability to meet our obligations and the standards of behaviour that should be applied.

Corin operates an Approved Suppliers list outlines criteria which are ultimately aimed at facilitating relationships, commercial terms and compliance where relevant.

During 2021, Corin appointed a new Chief Operating Officer who will lead the focus on strategic sourcing and relationships with suppliers.

S172(1) (D) "The impact of the Group's operations on the community and the environment"

Environmental, social and corporate governance (ESG) is extremely important to Corin and a mandatory requirement of our majority shareholder. Corin has an ESG agenda, which includes environmental, societal and workforce engagement performance indicators. During 2021, Corin made excellent progress in its plan to achieve ISO 14001 (environmental management) during 2022.

S172(1) (E) "The desirability of the Group maintaining a reputation for high standards of business conduct"

Corin aims to meet its objectives in ways which are economically, environmentally and socially responsible. The Group has adopted frameworks, such as the Ethics and Compliance Policy and Modern Slavery Statements, to ensure that its high standards are maintained both within Corin businesses and the business relationships we maintain. This helps assure its decisions are taken, and that Corin companies act, in ways that promote high standards of business conduct.

CORIN GROUP HOLDINGS LIMITED

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

During 2021, Corin launched a Group-wide Code of Conduct which re-enforces its commitment and expectations for the highest standards of business conduct amongst its employees and business representatives.

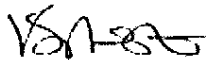
S172(1) (F) "The need to act fairly as between members of the Group"

The Board recognises that it has an important role in assessing and monitoring that our desired culture is embedded in the values, attitudes and behaviours we demonstrate.

One of Corin's key VCPs is to "Build Strong Organization: Build an organization to support and maintain Group strategies". This includes the implementation of performance management, talent management, leveraging of capabilities and setting a structure which is appropriate for growth. In 2020 Corin developed and began implementing a 3-year People Strategy to execute this vision.

The Board has established honesty, integrity and respect for people as Corin's core values. Our business principles help everyone at Corin act in line with these values and comply with relevant laws and regulations.

The financial statements were authorised for issue by the Board of directors on 30 April 2022 and were signed on its behalf.



V Silvester
Director

CORIN GROUP HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present their report and the audited consolidated financial statements for the year ended 31 December 2021.

Principal activities

The Corin Group Holdings Limited Group is principally engaged in the manufacture and marketing of orthopaedic devices on a worldwide basis.

Dividends

The directors do not recommend the payment of a dividend.

Results

The loss for the year, after taxation, amounted to £53,597,000 (2020: loss of £55,971,000). The loss for the year for the Company after taxation amounted to £44,376,000 (2020: loss of £340,000), with the result being transferred to reserves.

Directors

The directors of the Company who were in office during the year and up to the date of signing the financial statements were:

S Alfonsi	(Resigned 15 March 2021)
D Floyd	
A Margoline	
S Oteri	
J Paul	(Appointed 9 September 2021)
A Ritchie	
V Silvester	

Political and charitable contributions

Donations to charitable organisations amounted to £2,000 during the year.

Employee involvement and engagement

During the year, the policy of providing employees with information about the Group has been continued through various forums such as global webinars and regular staff and management briefings, as detailed in the Section 172(1) statement (S172(1) (F)). These briefings are held between local management and employees to allow a free flow of information and ideas and they also allow for effective communication of financial and economic factors that affect the performance of the Group. Employees are also encouraged to participate in the annual employee engagement survey, (in 2021 77% of global employees participated in Corin's engagement survey). The Engagement Survey results are presented at Corin's Global Town Halls and each function presented their functional results to their departments. Employees are encouraged to participate in action planning and to provide ideas and feedback which can be taken into consideration when making decisions about the future of the Group.

In 2021 Corin globally aligned the company bonus scheme and tied it to global performance metrics as well as individual performance. The company needed to meet its global performance metrics before any bonus funding pool was available. Corin held a series of briefing sessions to inform and engage our employees in the plan.

Diversity and Inclusion

Corin is an equal opportunities employer and embraces diversity and inclusion across all of our people practices. Corin seeks feedback on our diversity and inclusion approach through our annual engagement survey and monitors KPIs around equal pay, promotion awards and hiring practices. The Company is further enhancing and broadening its diversity KPIs through the introduction of a Global HRIS (Human Resources Information System).

Branches outside of the UK

The Group operates branches in the USA, Austria and Switzerland. The results of Austria and Switzerland are included within the reporting of Corin GSA GmbH.

Qualifying third party indemnity provisions

The Company has granted an indemnity to one or more of its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third-party indemnity provision was in place during the year and remains in force as at the date of approving the Directors' Report.

CORIN GROUP HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Financial risks and management

The Group is exposed through its operations to one or more of the following financial risks:

- Foreign currency risk
- Interest rate risk
- Liquidity risk
- Credit risk
- Price risk

The Board reviews and agrees policies for managing each of these risks. These are discussed further in the Group Strategic Report on pages 1 to 3.

Research and development

The Group has a commitment to research and development to ensure it retains its competitive position in the market. The Group's research and development expenditure in the year was £15,866,797 of which £3,859,797 was capitalised as an intangible asset and £12,007,000 was expensed to the Consolidated Income Statement.

Greenhouse gas emissions, energy consumption and energy efficiency action

In this section of the report

- "kg CO2e" means kilogram of carbon dioxide equivalent per unit
- "kWh" means kilowatt hours

	Year ended 31 December 2021 £	Year ended 31 December 2020 £
Turnover	157,510	150,417
The annual quantity of emissions in kg CO2e resulting from activities in which the company purchased electricity	279,189	311,514
The annual quantity of energy consumed in kWh from activities for which the group was responsible for the purchase of electricity	1,314,883	1,336,169
The Group's annual emissions ratio in kilograms of CO2e per £million of turnover	1.77:1	2.07:1

The consumption figures were calculated as follows:

The kWh resulting from purchase of electricity: taken directly from third party supplier invoices and then converted to kg CO2e from current conversion factors published by The Department for Business, Energy and Industrial Strategy. Group entities meeting the relevant threshold criteria for inclusion in the calculation are Corin Limited, Corin USA Limited, and Corin Australia (Pty) Limited.

During the year, the Group continued to pursue measures to improve the Group's energy efficiency, including:

- Launching a new Cycle2Work scheme;
- Removing plastic utensils from everyday use; and
- Introducing one meatless meal day per week

These actions contribute to working towards having all global sites accredited and compliant with ISO 14001, ensuring the Group remains commercially successful without overlooking environmental responsibilities to reduce the carbon footprint of the Group.

Going Concern

The directors must satisfy themselves as to the Group's ability to continue as a going concern for a minimum of 12 months from the date of approval of the financial statements. The directors recognise the ongoing more immediate risks to the Group posed by the COVID-19 pandemic, supply chain and macro-economic drivers, and are continuously and carefully assessing the impact of these on the Group's going concern.

As part of this assessment, the directors have produced various scenarios, including a severe but plausible downside case, which forecasts the potential trading and financial scenario of Corin's markets continuing to be impacted by COVID-19 for an 18 month period. Even with zero revenue growth the Group is forecast to continue to meet its banking facility net debt to EBITDA leverage covenant.

During 2021, the directors continued to assess the funding of the Group to ensure that the Group was adequately funded to support both the severe but plausible downside scenario as well as the growth scenarios and are satisfied the appropriate level of funding is in place.

Based on this assessment, the directors have a reasonable expectation that the Group will be able to continue in operation and meet its liabilities as they fall due, and the directors are satisfied that it is appropriate to adopt the going concern basis in preparing the Annual Report and financial statements.

CORIN GROUP HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Future developments

The COVID-19 pandemic continues to create uncertainty on both a micro and macroeconomic level. The full effects of the global pandemic in economic terms are unlikely to finish being felt for some time. Given the nature of its products, the Group's turnover is not especially sensitive to economic downturns, but liquidity and debt finance may be impacted. The directors will continue to monitor the Group's trading and financial performance closely and respond accordingly to manage any ongoing impact as markets recover.

Aside from COVID-19, the directors remain confident that the Group is well positioned to achieve significant, sustained growth. The addition of OMNIBotics to the Group's portfolio has introduced a major catalyst for new and existing business across the Group's markets. During 2021, the Group focused on accelerating the deployment of this technology alongside its existing solutions. There is also an ambitious agenda for product development, aimed at providing the Group's customers and patients with even better clinical outcomes. The Group will also be focussing on driving sales-force excellence, improving group systems, culture management and successfully navigating the new regulatory environments.

Directors' responsibilities statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the group and company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law). 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 group and company and of the profit or loss of the group and company for that year. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

The directors are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and company and enable them to ensure that the financial statements comply with the Companies Act 2006.

Directors' confirmations


In the case of each director in office at the date the Directors' Report is approved:

- So far as the director is aware, there is no relevant audit information of which the group and company's auditors are unaware; and
- They have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group and company's auditors are aware of that information.

Independent auditors

PricewaterhouseCoopers LLP have expressed their willingness to continue in office. A resolution to re-appoint them will be proposed at the Annual General Meeting in accordance with section 485 of the Companies Act 2006.

This report was approved by the Board on 30 April 2022 and signed on its behalf:



V Silvester
Director

CORIN GROUP HOLDINGS LIMITED

REGISTERED NUMBER: 11357499

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CORIN GROUP HOLDINGS LIMITED

Report on the audit of the financial statements

Opinion

In our opinion, Corin Group Holdings Limited's group financial statements and company financial statements (the "financial statements");

- give a true and fair view of the state of the group's and of the company's affairs as at 31 December 2021 and of the group's loss and the group's cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Consolidated Statement of Financial Position and the Company Statement of Financial Position as at 31 December 2021; the Consolidated Income Statement, the Consolidated Statement of Comprehensive Income, the Consolidated Statement of Cash Flows, the Consolidated Statement of Changes in Equity and the Company Statement of Changes in Equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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 group's and 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.

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.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the group's and the company's ability to continue as a going concern.

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

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

CORIN GROUP HOLDINGS LIMITED

REGISTERED NUMBER: 11357499

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CORIN GROUP HOLDINGS LIMITED (continued)

With respect to the Strategic report and Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Strategic report and Directors' report

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 year ended 31 December 2021 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the group and company and their environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Director's Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they 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 group's and 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 group or the company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 auditors' 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.

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.

Based on our understanding of the group and industry, we identified that the principal risks of non-compliance with laws and regulations related to the supply of medical device products and direct and indirect tax legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate journal entries to manipulate financial results; management bias in accounting estimates; and inappropriate treatment of significant transactions outside of the normal course of business. Audit procedures performed by the engagement team included:

- Discussions with management including the group's internal legal counsel in respect of any known or suspected instances of non-compliance with laws and regulation and any fraud matters;
- Challenging assumptions and judgements made by management for evidence of bias in determining significant accounting estimates including cash flow forecasts used in impairment assessments, inventory provisions, product liability provisions and contractual provisions;
- Identifying and testing unusual journal entries, in particular those posted with unusual account combinations such as those increasing revenue or those reducing expenditure; and
- Gaining an understanding and testing any significant transactions outside of the normal course of business such as the restructuring and the payment of the contingent consideration which occurred in the year.

CORIN GROUP HOLDINGS LIMITED

REGISTERED NUMBER: 11357499

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CORIN GROUP HOLDINGS LIMITED (continued)

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, 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 or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.



Colin Bates (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Bristol
30 April 2022

CORIN GROUP HOLDINGS LIMITED
REGISTERED NUMBER: 11357499
CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
TURNOVER	5	157,510	150,417
Cost of sales		(55,485)	(55,382)
GROSS PROFIT		102,025	95,035
Distribution costs		(27,635)	(27,439)
Administrative expenses		(125,501)	(118,533)
Other operating income		-	3,278
OPERATING LOSS	6	(51,111)	(47,659)
Interest receivable and similar income	11	2,604	838
Interest payable and similar expenses	11	(13,919)	(17,016)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(62,426)	(63,837)
Tax on loss	12	8,829	7,866
LOSS FOR THE FINANCIAL YEAR		(53,597)	(55,971)

All amounts relate to continuing operations.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
LOSS FOR THE FINANCIAL YEAR	(53,597)	(55,971)
Foreign exchange reserve translation differences	(1,222)	261
TOTAL COMPREHENSIVE EXPENSE FOR THE YEAR	(54,819)	(55,710)

The notes on pages 18 to 37 form part of these financial statements

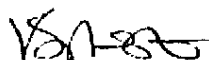
CORIN GROUP HOLDINGS LIMITED

REGISTERED NUMBER: 11357499

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	31 December 2021	31 December 2021	31 December 2020	31 December 2020
		£'000	£'000	£'000	£'000
FIXED ASSETS					
Intangible assets	14		251,292		286,957
Tangible assets	15		28,991		33,644
Deferred tax asset	23		17,336		9,965
			297,619		330,566
CURRENT ASSETS					
Stocks	17	56,494		62,535	
Debtors (including £2,516,000 (2020: £4,254,000) due after more than one year)	18,19	40,200		38,024	
Cash at bank and in hand		17,756		37,530	
		114,450		138,089	
CREDITORS: amounts falling due within one year	20	(42,320)		(50,437)	
NET CURRENT ASSETS			72,130		87,652
TOTAL ASSETS LESS CURRENT LIABILITIES			369,749		418,218
CREDITORS: amounts falling due after more than one year	21		(144,964)		(124,061)
Deferred tax liability	23		(13,479)		(15,351)
Provisions for liabilities	24		(37,454)		(51,335)
NET ASSETS			173,852		227,471
CAPITAL AND RESERVES					
Called up share capital	25		484		483
Share premium account	25		366,316		366,110
Reserve for own shares			(1,192)		(1,206)
Share scheme reserve			2,015		1,036
Other reserves			657		657
Foreign exchange reserve			40		1,262
Profit and loss account			(194,468)		(140,871)
TOTAL SHAREHOLDERS' FUNDS			173,852		227,471

The financial statements on pages 12 to 37 were authorised for issue by the Board of directors on 30 April 2022 and signed on its behalf by:



V Silvester - Director

The notes on pages 18 to 37 form part of these financial statements.

CORIN GROUP HOLDINGS LIMITED

REGISTERED NUMBER: 11357499

**COMPANY STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021**

	Note	31 December 2021 £'000	31 December 2021 £'000	31 December 2020 £'000	31 December 2020 £'000
FIXED ASSETS					
Investments	16		287,310		329,110
Deferred tax asset	23		557		24
			<hr/>		<hr/>
			287,867		329,134
CURRENT ASSETS					
Debtors	18	28,172		30,743	
Cash at bank		6,538		6,730	
		<hr/>		<hr/>	
		34,710		37,473	
CREDITORS: amounts falling due within one year	20	(34)		(559)	
		<hr/>		<hr/>	
NET CURRENT ASSETS			34,676		36,914
			<hr/>		<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			322,543		366,048
			<hr/>		<hr/>
NET ASSETS			322,543		366,048
			<hr/>		<hr/>
CAPITAL AND RESERVES					
Called up share capital	25		484		483
Share premium account	25		366,316		366,110
Reserve for own shares			(1,192)		(877)
Share scheme reserve			2,015		1,036
Other reserve			657		657
Profit and loss account			(45,737)		(1,361)
			<hr/>		<hr/>
TOTAL SHAREHOLDERS' FUNDS			322,543		366,048
			<hr/>		<hr/>

The loss in respect of the Company for the year was £44,376,000 (2020: loss of £340,000)

The financial statements on pages 12 to 37 were authorised for issue by the Board of directors on 30 April 2022 and signed on its behalf by:



V Silvester
Director

The notes on pages 18 to 37 form part of these financial statements.

CORIN GROUP HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Cash flows from operating activities		
Loss after tax	(53,597)	(55,971)
Fair value uplift on acquired stock recognised in Cost of sales	3,992	7,911
Share based payment charge	979	276
Net finance costs	11,315	16,178
Taxation income	(8,829)	(7,866)
Amortisation of intangible fixed assets	40,549	40,047
Impairment of intangible fixed assets	817	99
Depreciation of tangible assets	11,128	12,131
Loss on disposal of tangible fixed assets	342	335
Decrease/(Increase) in stock	2,049	5,340
Decrease/(Increase) in debtors	(1,657)	7,608
(Decrease)/Increase in creditors	(1,943)	(1,730)
Decrease in provisions	(264)	(2,673)
Cash generated from operations	4,881	21,685
Taxation paid	(883)	(902)
Net cash generated from operating activities	3,998	20,783
Cash flows from investing activities		
Proceeds from sale of tangible assets	-	-
Purchase of tangible fixed assets	(7,896)	(8,754)
Purchase of intangible fixed assets	(5,775)	(9,136)
Payment of deferred consideration	(18,039)	-
Net cash used in investing activities	(31,710)	(17,890)
Cash flows from financing activities		
Issue of share capital	51	32,231
Net repurchase of share capital	(28)	-
New bank loans advanced	-	15,116
New finance leases	439	645
Receipts from credit facilities net of associated fees	17,767	21,980
Repayment of credit facilities	(1,530)	(30,000)
Repayment of finance lease obligations	(932)	(969)
Interest paid	(7,100)	(9,319)
Net cash generated from financing activities	8,667	29,684
Net increase/(decrease) in cash and cash equivalents	(19,045)	32,577
Foreign exchange translation adjustment	(729)	753
Cash and cash equivalents at the beginning of year	37,530	4,200
Cash and cash equivalents at the end of year	17,756	37,530
Cash and cash equivalents comprise:		
Cash at bank	17,756	37,530
Bank overdraft	-	-

The notes on pages 18 to 37 form part of these financial statements.

CORIN GROUP HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR 31 DECEMBER 2021**

	Share capital £'000	Share premium £'000	Reserve for own shares £'000	Share Scheme reserve £'000	Other reserve £'000	Foreign exchange £'000	Profit and loss account £'000	Total £'000
At 1 January 2020	451	333,127	(1,144)	760	657	1,001	(84,900)	249,952
Share issues	32	32,983	-	-	-	-	-	33,015
Share based payments	-	-	-	276	-	-	-	276
Purchase of own shares	-	-	(62)	-	-	-	-	(62)
Loss for the year	-	-	-	-	-	-	(55,971)	(55,971)
Other comprehensive income for the year	-	-	-	-	-	261	-	261
Total comprehensive expense for the year	-	-	-	-	-	261	(55,971)	(55,710)
At 31 December 2020	483	366,110	(1,206)	1,036	657	1,262	(140,871)	227,471
Share issues (note 25)	1	206	-	-	-	-	-	207
Share based payments	-	-	-	979	-	-	-	979
Adjustment to own shares held	-	-	14	-	-	-	-	14
Loss for the year	-	-	-	-	-	-	(53,597)	(53,597)
Other comprehensive income for the year	-	-	-	-	-	(1,222)	-	(1,222)
Total comprehensive expense for the year	-	-	-	-	-	(1,222)	(53,597)	(54,819)
At 31 December 2021	484	366,316	(1,192)	2,015	657	40	(194,468)	173,852

The notes on pages 18 to 37 form part of these financial statements.

CORIN GROUP HOLDINGS LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR 31 DECEMBER 2021**

	Share capital £'000	Share premium £'000	Reserve for own shares £'000	Share Scheme reserve £'000	Other reserve £'000	Profit and loss account £'000	Total £'000
At 1 January 2020	451	333,127	(877)	760	657	(1,021)	333,097
Share issues	32	32,983	-	-	-	-	33,015
Share based payments	-	-	-	276	-	-	276
Loss for the year	-	-	-	-	-	(340)	(340)
At 31 December 2020	483	366,110	(877)	1,036	657	(1,361)	366,048
Share issues (note 25)	1	206	-	-	-	-	207
Share based payments	-	-	-	979	-	-	979
Loss for the year	-	-	-	-	-	(44,376)	(44,376)
Own shares held	-	-	(315)	-	-	-	(315)
At 31 December 2021	484	366,316	(1,192)	2,015	657	(45,737)	322,543

The notes on pages 18 to 37 form part of these financial statements.

CORIN GROUP HOLDINGS LIMITED

1 COMPANY INFORMATION

Corin Group Holdings Limited is a private company limited by shares incorporated in England and Wales under the Companies Act. The address of the registered office is given on the contents page and the nature of the Group's operations and its principal activities are set out in the Group Strategic Report.

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS102'), and with the Companies Act 2006.

3 ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated and separate financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Basis of preparation of financial statements

These consolidated and separate financial statements are prepared on a going concern basis, under the historical cost convention, as modified by the recognition of certain financial assets and liabilities measured at fair value.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgement in applying the Group's accounting policies. These estimates and judgements are detailed in note 4.

The Group financial statements are presented in pound sterling and rounded to thousands.

The Company's functional and presentation currency is the pound sterling.

The Company has taken advantage of the exemption in section 408 of the Companies Act from presenting its individual profit and loss account.

Parent Company disclosure exemptions

In preparing the separate financial statements of the parent Company, advantage has been taken of the following disclosure exemptions available in FRS 102:

- No cash flow statement has been presented for the parent Company under paragraph 1.12(b) of FRS 102; and
- Disclosures in respect of the parent Company's financial instruments and share-based payment arrangements have not been presented under paragraph 1.12(d)(ii) of FRS 102 as equivalent disclosures have been provided in respect of the Group as a whole.

3.2 Basis of consolidation

The Group's Consolidated financial statements consolidate those of the Company and of its subsidiary undertakings drawn up to 31 December 2021. Subsidiary undertakings are all entities over which the Group has the power to govern financial and operating policies so as to obtain economic benefits from their activities. Acquisitions of subsidiaries are dealt with by the acquisition method of accounting.

Any subsidiary undertakings or associates sold or acquired during the year are included up to, or from, the dates of change of control or change of significant influence respectively.

All intra-group transactions, balances, income and expenses are eliminated on consolidation. Adjustments are made to eliminate the profit or loss arising on transactions with associates to the extent of the group's interest in the entity.

3 ACCOUNTING POLICIES (continued)

3.3 Going concern

The directors must satisfy themselves as to the Group's ability to continue as a going concern for a minimum of 12 months from the date of approval of the financial statements. The directors recognise the ongoing more immediate risks to the Group posed by the COVID-19 pandemic, supply chain and macro-economic drivers, and are continuously and carefully assessing the impact of these on the Group's going concern.

As part of this assessment, the directors have produced various scenarios, including a severe but plausible downside case, which forecasts the potential trading and financial scenario of Corin's markets continuing to be impacted by COVID-19 for an 18 month period. Even with zero revenue growth the Group is forecast to continue to meet its banking facility net debt to EBITDA leverage covenant.

During 2021, the directors continued to assess the funding of the Group to ensure that the Group was adequately funded to support both the severe but plausible downside scenario as well as the growth scenarios and are satisfied the appropriate level of funding is in place.

Based on this assessment, the directors have a reasonable expectation that the Group will be able to continue in operation and meet its liabilities as they fall due, and the directors are satisfied that it is appropriate to adopt the going concern basis in preparing the Annual Report and financial statements.

3.4 Turnover

Turnover is the total amount receivable by the Group for goods supplied excluding VAT and trade discounts. Turnover from the sale of products is recognised upon transfer to the customer of the significant risks and rewards of ownership. This is generally when goods are dispatched to customers except that stock is often located at customer premises and available for customers' immediate use and therefore the sale is recognised on notification that the product has been implanted or used.

3.5 Intangible assets and amortisation

Intangible assets are stated at cost less accumulated amortisation and any accumulated impairment losses. Amortisation is charged so as to allocate the cost of intangibles less their residual values over their estimated useful lives, using the straight-line method on the following bases:

Goodwill	- 10 years
Intellectual property	- 5-30 years
Distributor contracts	- 2-3 years
Customer contracts	- 1-10 years
Brand names	- 2-20 years
Development expenditure	- 3-5 years

The useful economic lives of the intangible assets have been chosen as a result of management expertise in the orthopaedics industry.

Goodwill represents the excess of the cost of a business combination over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary or trade and assets of a business at the date of acquisition including directly attributable costs.

Contingent consideration is recognised in the purchase cost where it is probable and can be reliably measured. Any subsequent adjustments to contingent consideration are made against the cost of acquisition until settled.

Goodwill on acquisitions of subsidiaries is included in intangible assets. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold. Goodwill is carried at cost less accumulated amortisation and accumulated impairment losses. Goodwill amortisation is calculated by applying the straight-line method to its estimated useful life. If a reliable estimate cannot be made, the useful life of goodwill is presumed to be 10 years.

Estimates of the useful economic life of goodwill are based on a variety of factors such as the expected use of the acquired business, the expected useful life of the cash generating units to which the goodwill is attributed, any legal, regulatory or contractual provisions that can limit useful life and assumptions that market participants would consider in respect of similar businesses.

Intellectual property, distributor contracts, customer contracts and brand names acquired as part of the acquisition of subsidiary undertakings or trade and assets of a business are carried at fair value less accumulated amortisation and accumulated impairment losses. Their fair value and useful lives are determined based on the advice of valuation experts at the date of acquisition. Amortisation is calculated by applying the straight-line method to useful life and is included in "administrative expenses" in the profit and loss account.

Costs associated with maintaining computer software capitalised are recognised as an expense in the profit and loss account as incurred.

Assets in the course of construction are stated at cost. These assets are not amortised until they are available for use.

For the accounting policy relating to development expenditure see note 3.14.

3 ACCOUNTING POLICIES (continued)

3.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	-	Shorter of lease term or 10 years
Plant, equipment and vehicles	-	3 to 7 years
Consigned surgical instrumentation	-	5 years

Leasehold improvements are stated at cost less accumulated depreciation and accumulated impairment losses.

Plant and machinery and fixtures, fittings, tools and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Repairs, maintenance, and minor inspection costs are expensed as incurred.

Consigned surgical instruments enabling surgeons to carry out operations using the Group's products are either consigned to hospitals free of charge or loaned on a per operation basis (short term consigned instrumentation).

Assets in the course of construction are stated at cost. These assets are not depreciated until they are available for use.

Tangible assets are derecognised on disposal or when no future economic benefits are expected. On disposal, the difference between the net disposal proceeds and the carrying amount is recognised in profit or loss and included in administrative expenses.

3.7 Investments

Investments are held as fixed assets and are stated at cost less any provisions for impairment. Investments are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairments are calculated such that the carrying value of the fixed asset investment is the lower of cost or recoverable amount. Recoverable amount is the higher of net realisable value and value in use.

3.8 Impairment of fixed assets and goodwill

Assets that are subject to depreciation or amortisation are assessed at each reporting date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets that have been previously impaired are reviewed at each reporting date to assess whether there is any indication that the impairment losses recognised in prior periods may no longer exist or may have decreased.

3.9 Leasing and hire purchase

Leases of property, plant and equipment are classified as finance leases where the Group substantially has all of the risks and rewards of ownership.

Assets held under finance leases are capitalised in the Statement of Financial Position and depreciated over their estimated useful economic lives (note 3.6). The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Consolidated Income Statement over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Consolidated Income Statement on a straight-line basis over the lease term.

3.10 Stock

Except where acquired as part of a business combination, which is carried at fair value, stock is stated at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs of completion and sale. Cost includes materials, direct labour and an attributable proportion of manufacturing overheads based on normal levels of activity.

At each reporting date, stock is assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

3.11 Cash and cash equivalent

Cash and cash equivalents include cash in hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts, when applicable, are shown within borrowings in current liabilities.

3 ACCOUNTING POLICIES (continued)

3.12 Taxation

Current tax expense for the year 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;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where timing differences relate to interests in subsidiaries, associates, branches and joint ventures and the Group can control their reversal and such reversal is not considered probable in the foreseeable future.

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.

3.13 Foreign currencies

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of foreign exchange ruling at the reporting date, with differences taken through the Consolidated Income Statement.

The Statement of Financial Position of overseas undertakings are also translated at the rates of foreign exchange ruling at the Statement of Financial Position date. Income Statements of overseas undertakings are translated at the average rates of foreign exchange for the accounting period. The foreign exchange differences arising from the retranslation of the Statement of Financial Position of overseas undertakings are recognised in the foreign exchange reserve. On consolidation, certain intercompany loan balances which are treated as permanent, and equity, are not retranslated from their historic rate. Any foreign exchange differences resulting from their translation at consolidation are recognised in the foreign exchange reserve. All other foreign exchange differences are recognised through the Consolidated Income Statement.

All intercompany balances held by the Company are retranslated at the balance sheet date and taken to the Company Income Statement.

3.14 Research and development

Costs of research are expensed as incurred over the period. Development expenditure, consisting of internal time spent and external invoiced costs on qualifying development projects, is capitalised and recognised as an intangible asset when it meets the following criteria:

- Probable future economic benefits from asset
- Intention to complete and use/sell asset
- Resources adequate and available to complete and use/sell asset
- Ability to use/sell asset
- Technical feasibility
- Expenditure can be measured reliably

Costs incurred which do not meet these criteria are charged to the Income Statement in the period in which they are incurred.

3.15 Salaries/payroll expense

Employee benefits

The group provides a range of benefits to employees, including annual bonus arrangements, paid holiday arrangements and defined benefit and defined contribution pension plans.

Short term benefits

Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

Defined contribution pension plan

The group operates a number of country-specific defined contribution plans for its employees. A defined contribution plan is a pension plan under which the group pays fixed contributions into a separate entity. Once the contributions have been paid the group has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in accruals in the balance sheet.

3 ACCOUNTING POLICIES (continued)**3.16 Share-based payments**

The Group operates a Management Incentive Plan whereby the Company grants growth shares to certain directors and employees of all Group companies. This is accounted for as a share-based payment arrangement, with the fair value of the shares granted under this plan calculated using an appropriate valuation model which takes into account assumptions about future events and market conditions.

The cost of share-based employee compensation arrangements is recognised as an employee benefit expense in the Income Statement. The total expense to be apportioned over the vesting period of the benefit is determined by reference to the fair value at the grant date. The fair value was determined using a third-party valuation. The expected life used in the model reflects the directors' best estimate of the number of equity instruments that will ultimately vest.

In making this judgement, consideration must be made as to the likely number of shares that will vest, and the fair value of the shares granted.

For share-based payments in relation to Consultants there are cash-settled share options. A liability and expense are recognised at the value of the services received. The option to exercise is offered annually up to a capped limit of total investment allowed in the company and services beyond this value are settled in cash. If the option is exercised, the value of the services is converted into shares based on an external third-party valuation of the share price.

Non-recourse loans made to directors have been accounted for as an A class share-based payment.

3.17 Provisions and contingencies

Provisions are recognised when the group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount of the obligation can be estimated reliably. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations might be small. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a finance cost.

Contingent liabilities are not recognised, except those acquired in a business combination. Contingent liabilities arise as a result of past events when (i) it is not probable that there will be an outflow of resources or that the amount cannot be reliably measured at the reporting date or (ii) when the existence will be confirmed by the occurrence or non-occurrence of uncertain future events not wholly within the group's control. Contingent liabilities are disclosed in the financial statements unless the probability of an outflow of resources is remote. Contingent assets are not recognised. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

3.18 Dividends

Equity dividends are recognised when they become legally payable. This is at the point they are approved by the Board.

3.19 Finance costs

Finance costs comprise interest expense on borrowings, unwind on discounting on non-current payables and changes in the fair value of financial liabilities at fair value through profit or loss. Borrowing costs are recognised in profit or loss using the effective interest method. Foreign currency gains and losses are reported on a net basis.

3.20 Finance income

Finance income, including unwind on discounting of non-current receivables, is recognised in the income statement over the term of the debt at a constant rate on the carrying amount. Foreign currency gains and losses are reported on a net basis.

3.21 Government grants

Grants are accounted for under the accruals model as permitted by FRS 102. Government grants including the Job Retention Scheme are credited to the income statement when the expenditure relating to the grant is defrayed. Government grant income is included in other operating income.

The Group has not directly benefited from any other forms of government assistance.

3 ACCOUNTING POLICIES (continued)

3.22 Financial assets

The company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial asset instruments.

Basic financial assets, including trade and other receivables, cash and bank balances and investments, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period the financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted the asset's original effective interest rate. The impairment loss is recognised in the profit or loss.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

3.23 Financial liabilities

The company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial liability instruments.

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a pre-payment for liquidity services and amortised over the period of the facility to which it relates.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless they are included in a hedging arrangement

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

4 JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group and Company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from estimates.

In preparing the financial statements the directors have made the following judgements:

- Determination of whether leases entered into by the Group either as a lessor or a lessee are operating or finance leases. These decisions depend on an assessment of whether the risks and rewards of ownership have been transferred from the lessor to the lessee on a lease by lease basis.
- Determination of whether there are indicators of impairment of the Group's tangible and intangible assets, including goodwill. The directors assess annually whether there are any indicators of impairment by considering the expected future profitability and cash generation of each asset or, for Goodwill, the Group as one CGU. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset or Group CGU.
- Where stock is manufactured, the cost includes all direct expenditure and a proportion of fixed and variable overheads. Management exercises judgement as to which overheads are directly or indirectly related to the production process and therefore should be included in the stock cost.

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4 JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY (continued)

Key sources of estimation uncertainty

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

- *Intangible fixed assets (see note 14)*

The directors estimate the useful economic life of goodwill and other intangible assets based on a variety of factors such as the expected use of the acquired business, the expected useful life of the cash generating units to which the goodwill or other intangibles is attributed, any legal, regulatory or contractual provisions that can limit useful life and assumptions that market participants would consider in respect of similar businesses. These factors are reviewed annually to ensure that there are no indicators of impairment. Where there is an indication of impairment, the recoverable amount is determined based on value in use calculations. This method requires the estimation of future cash flows and the determination of a discount rate in order to calculate the present value of cash flows.

- *Tangible fixed assets (see note 15)*

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

- *Product liability provision (see note 24)*

The provision for product liability claims is calculated based on the expected cashflow outflow in respect of the assessment of each individual case and the current likely outcomes through management's and external advisors' experience. Greater uncertainty exists over those claims yet to be received, and management estimate the number of future cases based on prior experience and published industry data. Claims can take several years to materialise and that is built into the provision calculation, including discounting back to net present value where the impact is significant. Given the inherent uncertainty in assumptions including sensitivity to factors such as the number, outcome and value of claims the actual costs may differ significantly from this estimate. The Group carries product liability insurance which covers a proportion of open claims, the remainder are covered by other indemnification assets, and will continue to defend claims vigorously.

- *Contractual provision (see note 24)*

The contractual provision is comprised of deferred contingent consideration arising on acquisition. Management use actual and forecast data to project the likely performance against target criteria. Where the level of contingent consideration is significant and the period over which it is to be settled is greater than 12 months management apply an appropriate discount rate to estimate the net present value of future payments.

- *Fair value uplift of inventory acquired in business combinations (see note 17)*

Stock purchased as part of a business combination is recognised in the opening balance sheet of the acquiree at fair value. The calculation of fair value is based on the net unprovided quantity of finished goods. Instrumentation, raw materials and work in progress are retained at cost. The fair value of finished goods is based on the average selling prices to external third parties, with an allowance for variable selling costs. A profit margin on sales value is recognised, derived from the Group's global transfer pricing policy, plus an estimation of holding interest.

- *Deferred tax asset recognition on losses (see note 23)*

The Group recognises deferred tax assets in respect of such tax losses and other temporary differences giving rise to deferred tax assets where the directors believe it is probable that these assets will be recovered. The directors have assessed the likelihood of future taxable profits being available and have judged it appropriate to recognise deferred tax assets for unused losses. At the year-end a deferred tax asset of £17,336,000 (2020: £9,965,000) was recognised.

5 TURNOVER

Turnover is wholly attributable to the manufacture and sale of orthopaedic devices.

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
By location of customer:		
USA	48,085	48,874
Australia	41,918	40,153
France	18,380	18,137
Japan	16,895	17,176
Germany, Austria, Switzerland, Belgium, and Italy	15,906	12,760
UK	6,553	4,868
Rest of world	9,773	8,449
	157,510	150,417

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6 OPERATING LOSS

The operating loss is stated after charging:

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Amortisation of intangible assets	40,549	40,047
Impairment of intangible assets	817	99
Depreciation of tangible fixed assets:		
- Owned by the Group	10,608	11,595
- Held under finance leases	520	536
Operating lease rentals		
- Plant and machinery	855	969
- Other operating leases	2,247	2,318
Differences of foreign exchange	124	209
Research and development expenditure written off	12,007	9,412
Loss on sale of tangible assets	342	335
Write down of stock to net realisable value	4,423	2,921
Stocks recognised as an expense	43,941	45,510

7 AUDITORS' REMUNERATION

	Year ended to 31 December 2021 £'000	Year ended 31 December 2020 £'000
Fees payable to the company's auditors and their associates for the audit of the parent company and the group's consolidated financial statements	152	133
Fees payable to the company's auditors and their associates for other services:		
Audit of the company's subsidiaries	333	326
All other non-audit services	238	6

Amounts paid to the Company's auditors in respect of services to the Company, other than the audit of the Company's Financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis.

8 STAFF COSTS

Group staff costs, including directors' remuneration, were as follows:

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Wages and salaries	50,011	46,351
Social security costs	5,788	3,604
Other pension costs	2,913	2,414
Share based payment	979	277
	59,691	52,646

During the year £2,765,000 of wages have been capitalised into intangible assets as they are the cost of employees that arise directly from the generation of the assets (2020: £2,324,000).

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8 STAFF COSTS (Continued)

The average monthly number of employees, including the directors, during the year was as follows:

	Year ended 31 December 2021 Number	Year ended 31 December 2020 Number
Production	204	212
Marketing	172	163
Administration	330	278
Development	117	119
	823	772

Total staff costs for the Company were £nil (2020: £nil). Average monthly number of employees for the Company was nil (2020: nil).

9 DIRECTORS' REMUNERATION

	Year ended to 31 December 2021 £'000	Year ended 31 December 2020 £'000
Remuneration	795	628
Share-based payment	413	74
Compensation for loss of office	714	-
	1,922	702
Company pension contributions to defined contribution pension schemes	34	35
Total directors' remuneration	1,956	737

During the year retirement benefits were accruing to 1 director (2020: 2) in respect of defined contribution pension schemes. The remuneration is paid through Corin Limited, a subsidiary entity.

The highest paid director received remuneration of £205,000 (2020: £350,000) which was paid through Corin Limited, in addition to pension contributions of £26,500 (2020: £10,000) and a share-based payment charge of £31,000 (2020: £55,000).

The highest paid director in 2021 did not exercise their options to buy shares and is accruing benefits under a long-term incentive scheme. The highest paid director in 2020 did exercise their options to buy shares and was accruing benefits under a long-term incentive scheme.

10 SHARE BASED PAYMENTS

The Group operates three share-based payment schemes for its management and consultants in product development.

Key management

Under the Company's Management Incentive Plan, certain directors and employees held growth shares as follows:

	2021 No.	2021 Price
Outstanding as at 1 January 2021	723,320	3.91
Granted in the year	48,992	3.91
Outstanding at 31 December 2021	772,312	3.91

The growth shares are ringfenced as C1 and C2 Ordinary shares (see note 25). Of the shares outstanding at 31 December 2021 an Employee Benefit Trust held 32,016 shares (2020: 21,774). No further unallocated shares are available for issue (2020: 4,906). The share-based payment charge for the year was £979,000 (2020: £276,000).

Zero Ordinary 'A' shares were issued in the current year. These shares are considered to fall within scope of the requirements of section 26 of FRS 102 for share-based payments however the charge is considered to be immaterial to the financial statements in the current year.

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10 SHARE BASED PAYMENTS (Continued)

Consultants in product development

Consultants have the option as to whether to settle in cash or equity up to the lower of value of services provided during the year or headroom available. Each consultant can take out a maximum investment value of £500,000 in respect of the 2021 grants and can choose to invest up to the headroom available where the value of services provided is lower. The headroom is the remainder between the investment at the beginning of the year and the maximum investment.

Once the investment cap is reached, any remaining services will automatically be settled in cash. Shares are issued on an annual basis after the financial year in which the services are undertaken. A liability is recognised at the fair value of the services received in the period the services are received by the Group. The number of shares issued is determined on the investment value divided by the share price. The valuation of the share was determined by reference to recent transactions in the Company's shares. A total of 155,829 shares were issued at a share price of £1 under this arrangement. During the year no Consultants subscribed to additional shares for cash, outside of the plan.

A reconciliation of share option movements over the year to 31 December 2021 and to 31 December 2020 is shown below:

Group	2021 No.	2021 Price	2020 No.	2020 Price
	000	£	000	£
Outstanding at 1 January	473	1.00	659	1.02
Granted for services in the current year	368	1.00	475	1.02
Exercised	(156)	1.00	(575)	1.02
Not exercised	-	1.00	-	1.02
Cash settled in the year	(295)	1.00	(86)	1.02
Outstanding at 31 December	390	1.00	473	1.02
Exercisable at 31 December	390	1.00	473	1.02
			Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Liability recognised at year end in relation to potential share option			391	473
Expense recognised in the year in relation to amounts due to Consultants for product development			796	600

11 NET INTEREST EXPENSE

Interest receivable and similar income

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
On bank loans	41	28
Unwind of discounted receivables	464	583
Interest rate swaps movement in fair value	737	227
Foreign exchange	1,362	-
	2,604	838

Interest payable and similar expenses

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
On bank loans and overdrafts	9,340	9,188
Unwind of discounted liabilities	4,480	5,995
On finance leases and hire purchase contracts	99	106
Foreign exchange	-	1,727
	13,919	17,016

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12 TAXATION ON LOSS

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Analysis of tax credit in the year:		
<i>Current tax</i>		
UK corporation tax charge on loss for the year	-	5
Foreign tax on income for the year	597	740
Foreign tax on income in prior years	(14)	25
Total current tax charge	583	770
Deferred tax		
Origination and reversal of timing differences	(9,257)	(8,636)
Adjustment in respect of prior periods	(155)	-
Total deferred tax credit (see note 23)	(9,412)	(8,636)
Tax on loss	(8,829)	(7,866)

Factors affecting tax credit for the year

The total tax assessed for the year is higher (2020: higher) than the standard rate of corporation tax in the UK. The differences are explained below:

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Loss before tax	(62,426)	(63,837)
Loss before tax at the standard rate of corporation tax in the UK of 19% (2020: 19%)	(11,861)	(12,129)
Effects of:		
Expenses not deductible for tax purposes	4,369	5,222
Different tax rates applied in overseas jurisdictions	(79)	(641)
Adjustments to tax credit in respect of prior years	(170)	358
Effect of change in UK tax rates on deferred tax	(2,647)	(450)
Brought forward tax losses utilised	15	814
Timing differences	-	(1,589)
Foreign exchange	6	1
Overseas losses brought forward now utilised	(448)	(432)
Losses carried forward	2,661	1,630
Additional deduction for R&D expenditure	(675)	(650)
Total tax credit for the year	(8,829)	(7,866)

Factors affecting tax credit

In the Spring Budget 2021, the UK Government announced that from 1 April 2023 the corporation tax rate would increase to 25% (rather than remaining at 19% as previously enacted). This new law was substantively enacted on 24 May 2021. Deferred taxes at the balance sheet date have been measured using these enacted tax rates and reflected in these financial statements.

13 PARENT COMPANY PROFIT OR LOSS FOR THE YEAR

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own statement of comprehensive income in these financial statements. The loss of the parent Company for the year was £44,376,000 (2020: £340,000).

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14 INTANGIBLE ASSETS

Group	Goodwill £'000	Intellectual property £'000	Distributor contracts £'000	Customer contracts £'000	Brand names £'000	Development expenditure £'000	Assets under construction £'000	Total £'000
Cost								
At 1 January 2021	204,994	109,407	7,324	17,003	22,013	10,373	1,499	372,613
Additions	19	414	-	-	-	3,860	1,482	5,775
Impairment	(46)	-	-	-	-	(771)	-	(817)
Transfers	-	-	-	-	-	1,409	(1,409)	-
Foreign exchange movement	(25)	(8)	(56)	(67)	-	-05	(24)	(75)
At 31 December 2021	204,942	109,813	7,268	16,936	22,013	14,576	1,548	377,496
Accumulated amortisation								
At 1 January 2021	45,247	24,654	5,388	4,401	3,235	2,731	-	85,656
Amortisation	20,798	11,767	1,512	2,020	1,070	3,382	-	40,549
Foreign exchange movement	(20)	11	(22)	(26)	-	56	-	(1)
At 31 December 2021	66,025	36,432	6,878	6,395	4,305	6,169	-	126,204
Net book value								
At 31 December 2021	138,917	73,381	390	10,541	17,708	8,807	1,548	251,292
At 31 December 2020	159,747	84,753	1,936	12,602	18,778	7,642	1,499	286,957

During the year development expenditure with a net book value of £817,000 was impaired (2020: £99,000). The majority of the expenditure related to a technology development project which was cancelled during the year.

The Company had no intangible assets at 31 December 2021 (2020: £nil).

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15 TANGIBLE ASSETS

Group	Leasehold improvements £'000	Consigned surgical instrumentation £'000	Plant, equipment and vehicles £'000	Total £'000
Cost				
At 1 January 2021	7,492	90,169	24,093	121,754
Additions	185	6,339	1,372	7,896
Disposals	(53)	(4,220)	(16)	(4,289)
Foreign exchange movement	(42)	(3,659)	(395)	(4,096)
At 31 December 2021	7,582	88,629	25,054	121,265
Accumulated depreciation				
At 1 January 2021	3,837	67,294	16,979	88,110
Depreciation	887	8,080	2,161	11,128
Disposals	(50)	(3,861)	(36)	(3,947)
Foreign exchange movement	(35)	(2,735)	(247)	(3,017)
At 31 December 2021	4,639	68,778	18,857	92,274
Net book value				
At 31 December 2021	2,943	19,851	6,197	28,991
At 31 December 2020	3,655	22,875	7,114	33,644

The figures stated above include the following balances held under finance leases:

	Plant, equipment and vehicles £'000
Net book value	
At 31 December 2021	2,035
At 31 December 2020	2,326

The Company had no tangible assets at 31 December 2021 (2020: £nil).

16 INVESTMENTS

Company	Investments in subsidiary companies £'000
At 1 January 2021	329,110
Impairment	(41,800)
At 31 December 2021	287,310
At 31 December 2020	329,110

The continued impact of COVID-19 across a number of Corin's markets was an indicator of potential impairment of the investment carried on the Company balance sheet at year end. To establish any required impairment the carrying value of the Company net assets was assessed against the value in use calculation performed at a Group level. The impairment charge has been recognised in the Company income statement.

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16 INVESTMENTS (continued)

Investments in subsidiaries are shares in unlisted companies which have been measured at cost.

Subsidiary undertakings

	Country of incorporation and operation	Class of share capital held	Proportion held by the Company	Proportion held by the Group
The following undertakings manufacture and distribute orthopaedic devices:				
Corin Limited	England and Wales	Ordinary	-	100% ²
Optimized Ortho Pty Limited	Australia	Ordinary	-	100% ⁵
Global Manufacturing Technology Pty Limited	Australia	Ordinary	-	100% ⁶
The following undertakings distribute orthopaedic devices and associated products:				
Corin USA Limited	England and Wales ⁴	Ordinary	-	100% ³
Corin GSA GmbH	Germany	Ordinary	-	100% ³
Corin Japan KK	Japan	Ordinary	-	100% ³
Corin Australia (Pty) Limited	Australia	Ordinary	-	100% ³
Corin Italia S.R.L	Italy	Ordinary	-	100% ³
Corin France SAS	France	Ordinary	-	100% ³
Corin India Private Limited	India	Ordinary	-	100% ³
Corin Belgium BVBA/SPRL	Belgium	Ordinary	-	100% ³
Global Orthopaedics Technology Pty Limited	Australia	Ordinary	-	100% ⁹
Omni Life Science, INC.	USA	Ordinary	-	100% ¹³
The following undertakings are investment companies:				
Corin Orthopaedics Holdings Limited	England and Wales	Ordinary	-	100% ¹⁴
Corin Group Limited	England and Wales	Ordinary	-	100% ¹¹
Corin Holdings Limited	England and Wales	Ordinary	-	100% ¹
Corin International Limited	England and Wales	Ordinary	-	100% ¹
Corin Australia Holdings Pty Limited	Australia	Ordinary	-	100% ³
Corin MidCo Limited	England and Wales	Ordinary	100%	100% ⁷
Corin HoldCo Limited	England and Wales	Ordinary	-	100% ⁸
Corin Aus FinCo Limited	England and Wales	Ordinary	-	100% ⁹
Corin FinCo Limited	England and Wales	Ordinary	-	100% ⁹
Corin US FinCo Limited	England and Wales	Ordinary	-	100% ⁹
Corin BidCo Limited	England and Wales	Ordinary	-	100% ¹⁰
Omni Orthopaedics Inc.	USA	Ordinary	-	100% ¹²
Anisop Holdings Pty Limited	Australia	Ordinary	-	15% ⁶
The following undertakings are dormant companies:				
Corin Medical Product (Shanghai) Co. Limited	China	Ordinary	-	100% ³
Optimized Ortho Limited	England and Wales	Ordinary	-	100% ²
Perception Raisonnement Action En Medecine - Praxim	France	Ordinary	-	100% ¹³

¹ Shareholding is held by Corin Group Limited

² Shareholding is held by Corin Holdings Limited

³ Shareholding is held by Corin International Limited

⁴ Country of operation is the USA

⁵ Shareholding is held by Corin Australia Holdings Limited

⁶ Shareholding is held by Global Orthopaedics Technology Pty Limited

⁷ Shareholding is held by Corin Group Holdings Limited

⁸ Shareholding is held by Corin MidCo Limited

⁹ Shareholding is held by Corin HoldCo Limited

¹⁰ Shareholding is held primarily by Corin FinCo Limited although Corin AUS FinCo Limited and Corin US FinCo Limited have small shareholdings.

¹¹ Shareholding is held by Corin Orthopaedic Holdings Limited

¹² Shareholding is held by Corin USA Limited

¹³ Shareholding is held by Omni Orthopaedics Inc.

¹⁴ Shareholding is held by Corin BidCo Limited.

All the above subsidiaries form the consolidation of Corin Group Holdings Limited as at 31 December 2021.

Every dormant subsidiary incorporated in the UK is exempt from preparing and filing individual financial statements by virtue of s479A of the Companies Act 2006.

Details of all registered offices shown in Appendix 1.

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16 FIXED ASSET INVESTMENTS (continued)

The company has guaranteed the liabilities of the following subsidiaries in order that they qualify for the exemption from audit under section 479A of the Companies Act 2006 in respect of the year ended 31 December 2021:

Corin MidCo Limited
Corin HoldCo Limited
Corin FinCo Limited
Corin US FinCo Limited
Corin Aus FinCo Limited
Corin BidCo Limited
Corin Orthopedics Holdings Limited
Corin Group Limited
Corin Holdings Limited
Corin International Limited
Corin Limited
Corin USA Limited

17 STOCKS

	Group 2021 £'000	Company 2021 £'000	Group 2020 £'000	Company 2020 £'000
Raw materials	3,851	-	4,286	-
Work in progress	5,088	-	4,976	-
Finished goods	47,555	-	53,273	-
	56,494	-	62,535	-

Stock includes £1,253,000 (2020: £5,245,000) in relation to stock acquired in business combinations carried at fair value.

18 DEBTORS: Amounts falling due within one year

	Group 2021 £'000	Company 2021 £'000	Group 2020 £'000	Company 2020 £'000
Trade debtors	25,406	-	25,016	-
Amounts owed by Group undertakings	-	27,501	-	30,266
Other restricted assets	3,081	-	2,660	-
Other debtors	3,464	671	2,144	477
Corporation tax	651	-	381	-
Prepayments and accrued income	5,082	-	3,569	-
	37,684	28,172	33,770	30,743

Expected recoverable amounts of £3,081,000 (2020: £2,660,000) as a result of escrow balances relating to provisions held at 31 December 2021 have been recognised in other restricted assets within one year.

Bad debts which have been written off to the Consolidated Income Statement within the year amounted to £230,000 (2020: £334,000).

Amounts owed by Group undertakings are interest free, unsecured, and repayable on demand.

19 DEBTORS: Amounts falling due after more one year

	Group 2021 £'000	Company 2021 £'000	Group 2020 £'000	Company 2020 £'000
Trade debtors	9	-	515	-
Other debtors	-	-	-	-
Other restricted assets	2,507	-	3,739	-
	2,516	-	4,254	-

Expected recoverable amounts of £2,507,000 (2020: £3,739,000) as a result of escrow balances and allowable deductions relating to provisions held at 31 December 2021 have been recognised in other restricted assets falling due after more than one year.

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20 CREDITORS: Amounts falling due within one year

	Group 2021	Company 2021	Group 2020	Company 2020
	£'000	£'000	£'000	£'000
Bank loans and overdrafts	8,082	-	15,429	-
Net obligations under finance leases and hire purchases	740	-	798	-
Trade creditors	9,254	-	8,977	36
Amounts owed to group undertakings	-	-	-	513
Corporation tax	222	-	357	-
Other taxation and social security	4,458	-	3,265	-
Derivative financial instruments	-	-	744	-
Accruals and deferred income	19,564	34	20,867	10
	42,320	34	50,437	559

Amounts owed to Group undertakings are interest free, unsecured, and repayable on demand.

21 CREDITORS: Amounts falling due after more than one year

	Group 2021	Company 2021	Group 2020	Company 2020
	£'000	£'000	£'000	£'000
Bank loans and overdrafts	143,974	-	122,735	-
Net obligations under finance leases and hire purchases	990	-	1,326	-
	144,964	-	124,061	-

Obligations under finance leases and hire purchase contracts, are payable as follows:

	Group 2021	Company 2021	Group 2020	Company 2020
	£'000	£'000	£'000	£'000
In less than one year	740	-	798	-
In more than one but less than five years	990	-	1,326	-
	1,730	-	2,124	-

Finance leases and hire purchase contracts primarily relate to plant and machinery used to manufacture goods. The remaining terms are between nil and five years with a typical interest rate of 4.5%. Finance leases and hire purchase contracts are secured against the assets to which they relate.

Bank loans and overdrafts, included above, are payable as follows:

	Group 2021	Company 2021	Group 2020	Company 2020
	£'000	£'000	£'000	£'000
In less than one year	8,082	-	15,429	-
In more than one but less than five years	143,974	-	122,735	-
In more than five years	-	-	-	-
	152,056	-	138,164	-

Corin HoldCo Limited, a subsidiary of Corin Group Holdings Limited, is party to an omnibus guarantee and debenture in favour of Barclays Bank Plc, securing the borrowing of all UK members of the Group. The Group holds non-instalment bank loans totalling £108,838,000 (2020: £111,976,000) of which £89,403,000 (2020: £88,794,000) is due to mature on 18 July 2025 and £22,590,000 (2020: £23,182,000) is due to mature on 30 October 2025. The principal values of the term loans are: A\$42,000,000; A\$41,000,000; \$67,000,000 and €21,000,000.

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21 CREDITORS Amounts falling due after more than one year (continued)

The Group's financing facility also includes a revolving credit facility of £30,000,000 to cover working capital and liquidity commitments and a further additional credit facility of £30,000,000 to facilitate the planned growth of the Group. At the year-end £30,000,000 was drawn on one of these facilities and the carrying value of the principal amount at year-end was in excess of this at £30,888,000 due to foreign exchange rate fluctuations of the underlying currencies in which the facility is drawn. The amortised cost of this facility at year end was £29,773,000.

The Group's subsidiaries are party to invoice discounting arrangements in the USA and Australia. The maximum available facilities are \$ 8,000,000 and A\$ 10,000,000 respectively. In France, a non-recourse invoice discounting facility of € 6,000,000 is in place along with loans totalling € 6,385,000 (£5,363,000) which were secured locally. The loans are repayable over a term of 60 months with the initial repayment in 2023.

The Company had no external bank borrowings at 31 December 2021 (2020: none).

22 FINANCIAL INSTRUMENTS

The Group's financial instruments can be analysed as follows:

	2021 £'000	2020 £'000
Financial assets		
Cash at bank and in hand	17,756	37,530
Financial assets measured at fair value through profit and loss		
- Derivative financial instruments	-	-
Financial assets measured at amortised cost	31,569	34,075

Financial assets measured at amortised cost comprise trade debtors, deposits paid and other debtors excluding prepayments and tax.

Financial assets measured at fair value through profit and loss are comprised of forward currency contracts. The fair value is determined using valuation documentation provided by the bank with which the derivative is held.

	2021 £'000	2020 £'000
Financial liabilities		
Financial liabilities measured at fair value through profit and loss		
- Derivative financial instruments	-	744
Financial liabilities measured at amortised cost		
- Obligations under finance leases, trade creditors and other creditors	30,548	31,968
- Bank loans and other short-term borrowings	152,056	138,164

Financial liabilities measured at fair value through profit and loss comprise of interest rate swaps and an interest rate cap. The fair value is determined using valuation documentation provided by the bank with which the derivative is held.

Financial liabilities measured at amortised cost comprise bank loans, amounts drawn down under credit facilities, recourse factoring liabilities, obligations under finance leases, trade creditors and other creditors excluding tax.

Information regarding the Group's exposure to and management of foreign currency risk, interest rate risk, liquidity risk and credit risk is included in the Group Strategic Report.

23 DEFERRED TAXATION

Group

Deferred tax is calculated in full on temporary differences under the liability method using a tax rate of 25.00% (2020: 19.00%).

The position for deferred tax consists of the following deferred tax assets/(liabilities):

	2021 £'000	2020 £'000
Available losses	13,204	7,501
Fixed asset timing differences	4,103	2,464
Foreign exchange	(878)	(313)
Other	29	(1)
Intangible asset timing difference	(12,601)	(15,037)
	3,857	(5,386)

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23 DEFERRED TAXATION (continued)

Deferred tax liability expected to be unwound within one year is estimated to be £3,536,000 (2020: £4,504,000). Deferred tax asset expected to be unwound within one year is estimated to be £4,505,000 (2020: £4,527,000)

Deferred tax assets have been recognised in respect of such tax losses and other temporary differences giving rise to deferred tax assets where the directors believe it is probable that these assets will be recovered. There is no expiry date for any timing differences, tax losses, or unused tax credits except for certain historic NOLs in Omni which have a 20 year limit from the date of creation.

No deferred tax is recognised on the unremitted earnings of overseas subsidiaries. As the earnings are continually reinvested by the Group, no tax is expected to be payable on them in the foreseeable future.

In the Spring Budget 2021, the UK Government announced that from 1 April 2023 the corporation tax rate would increase to 25% (rather than remaining at 19% as previously enacted). This new law was substantively enacted on 24 May 2021. Deferred taxes at the balance sheet date have been measured using these enacted tax rates and reflected in these financial statements

Company

The Company had a closing deferred tax asset balance of £557,000 (2020: £24,000).

24 PROVISIONS FOR LIABILITIES

Group	Legal claims	Contractual provision	Total
	£'000	£'000	£'000
At 1 January 2021	7,388	43,947	51,335
Movement recognised in the income statement	1,848	(40)	1,808
Discount unwound through the income statement	(19)	4,236	4,217
Payment of legal claims settled	(2,053)	(18,039)	(20,092)
Foreign exchange	67	119	186
At 31 December 2021	7,231	30,223	37,454

Legal claims

The above provision is in respect of actual and potential legal claims in respect of product liability and other litigation.

Contractual provision

The contractual provision relates to deferred consideration and arose on acquisition of a subsidiary.

Total provisions

The timing of expected payments is £22,016,000 to be paid in the next year (2020: £18,456,000) and £15,441,000 to be paid after more than one year (2020: £32,879,000).

Expected related recoverable amounts of £5,940,000 (2020: £6,398,000) have been recognised in debtors.

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25 CALLED UP SHARE CAPITAL

Group and Company	2021 £'000	2020 £'000
Allotted, called up and fully paid		
44,753,956 (2020: 43,723,711) Ordinary 'A' shares of £0.001 each	45	44
318,891,731 (2020: 318,891,731) Ordinary 'B' shares of £0.001 each	319	319
497,836 (2020: 379,998) Ordinary 'C1' shares of £0.001 each	-	-
232,742 (2020: 232,742) Ordinary 'C2' shares of £0.5 each	116	116
2,746,817 (2020: 1,160,923) Ordinary 'D' shares of £0.001 each	3	1
657,292 (2020: 657,292) Deferred shares of £0.001 each	1	1
Shares to be issued		
0 (2020: 974,690) Ordinary 'A' shares of £0.001 each	-	1
41,734 (2020: 139,612) Ordinary 'C1' shares of £0.001 each	-	-
0 (2020: 1,430,065) Ordinary 'D' shares of £0.001 each	-	1
Total	484	483

Shares issued during the year

Share type	Date	Number of shares issued	Amount shares issued for (£)	Amount paid per share (£)	Share premium (£)
Ordinary A	23/04/2021	55,000	0.001	1.00	54,945
Ordinary C1	10/11/2021	7,258	0.001	0.53	3,839
Ordinary D	Various	155,829	0.001	1.00	155,673

Transaction costs of £35,000 (2020: £128,300) were incurred on the shares issued throughout the year which were deducted against share premium.

As at 31 December 2021 41,734 Ordinary 'C1' shares were to be issued. These shares had a nominal value of £42. As at 31st December 2021 the shares were fully paid up and accordingly have been included above within 'Shares to be issued'.

Share rights

The Ordinary 'A', 'C1' and 'D' shares do not have any voting rights; voting rights are with the Ordinary 'B' and 'C2' shares only.

The Ordinary 'A' and 'B' shares are entitled to receive dividends and may be varied or abrogated. These shares confer rights of redemption. The Ordinary 'C1' and 'C2' shares are entitled to receive income on a winding up and may be varied or abrogated. These shares do not confer any rights of redemption. The Ordinary 'D' shares are entitled to receive dividends and may be varied or abrogated. These shares do not confer any rights of redemption.

26 RESERVES

Called up share capital – represents the nominal value of shares that have been issued.

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

Reserve for own shares – represents shares in Corin Group Holdings Limited held within the Group.

Share scheme reserve – this relates to the fair value of share-based payments which have been charged to the income statement over the vesting period of the share scheme.

Other reserve – represents a distributable reserve following the re-designation of 657,292 Ordinary 'B' shares as deferred shares which resulted in the extinguishment of the share premium on the Ordinary 'B' shares.

Foreign exchange reserve – comprises translation differences arising from the translation of financial statements of the Group's foreign entities into Sterling.

Profit and loss account – includes all current and prior period retained profits and losses.

CORIN GROUP HOLDINGS LIMITED

27 CONTINGENT LIABILITIES

Corin HoldCo Limited, a subsidiary of Corin Group Holdings Limited, is party to an omnibus guarantee and debenture in favour of Barclays Bank Plc, securing the borrowing of all UK members of the Group. At 31 December 2021 there are loans and overdrafts of £142,882,000 (2020: £127,292,000) in Corin HoldCo Limited that require support from this guarantee. These facilities are carried in the balance sheet at amortised cost, with associated arrangement and transaction fees capitalised against them.

As disclosed in note 16, some of the company's subsidiaries have taken advantage of the exemption available under Section 479A of the Companies Act 2006 in respect of the requirement for audit. As a condition of the exemption, the company has guaranteed the year-end liabilities of the relevant subsidiaries until they are settled in full. The liabilities of the subsidiaries at the year-end excluding intercompany was £157,692,000 (2020: £141,738,000).

There were no other contingent liabilities outstanding in the Group at the end of the year (2020: none).

28 PENSION COMMITMENTS

The Group operates a defined contribution pension scheme for the benefit of the employees and executive directors. The assets of the scheme are administered by trustees in a fund independent from the Group. There was £368,000 (2020: £478,000) of unpaid contributions outstanding at the end of the year.

29 CAPITAL AND OTHER COMMITMENTS

At 31 December, the Group had the following capital commitments:

	2021 £'000	2020 £'000
Contracts for future capital expenditure not provided in the financial statements – Property, plant, and equipment	1,635	237
Total	1,635	237

The Group had the following future minimum lease payments under non-cancellable operating leases for each of the following periods:

Group	Land and buildings 2021 £'000	Other 2021 £'000	Land and buildings 2020 £'000	Other 2020 £'000
Not later than one year	2,035	359	2,385	547
Later than one year and not later than five years	5,719	334	5,841	589
Later than five years	1,998	-	2,271	-
	9,752	693	10,497	1,136

The Company had no commitments under non-cancellable operating leases as at the balance sheet date (2020: none).

30 RELATED PARTY TRANSACTIONS

The directors are related parties and remuneration transactions have been disclosed in note 9. Other key management received total remuneration (including director emoluments) of £2,397,000 (2020: £2,331,000) for the year including pension contributions. During the year key management (including directors) purchased 27,218 (2020: 104,580) Ordinary 'C1' shares. Key management (including directors) also purchased zero (2020: 442,736) Ordinary 'A' shares at a subscription price of £1.00 each.

Corin Group Holdings Limited has made loans including interest of £1,089,000 (2020: £1,063,000) to directors of the company and £184,000 (2020: £182,000) to a shareholder of Corin Group Holdings Limited. These loans are interest bearing and repayable on earlier of exit or ten years. Total interest charged in the year amounted to £29,000 (2020: £28,000).

During the year the group incurred costs payable to Permira (controlling party) of £52,000 (2020: £18,000). At the year-end the amounts owed to Permira are £114,000 (2020: £176,000). Also, the group incurred costs payable to A R Brearton Consulting of £1,700 (2020: £414). At the year-end no amounts were owed to A R Brearton. There have been no other transactions between key management personnel and the Company.

31 CONTROLLING PARTY

The Group is backed by funds (entities part of the Permira VI Fund "Permira VI") advised by Permira. Permira VI channels its investment in the Company through a special purpose vehicle called Flaritella S.à.r.l., which holds the Permira VI Company's interest through its European investment platform formed by Permira VI Investment Platform, Sarl and Permira VI Investment Platform Limited, its UK based platform (together, the "Permira VI Investment Platform"). Permira VI Investment Platform is controlled by the general partner of Permira VI, Permira VI GP Limited. The immediate parent undertaking is SixPlatform III.

These financial statements represent the largest group of undertakings for which consolidated financial statements have been drawn up.

CORIN GROUP HOLDINGS LIMITED

APPENDIX 1

Registered offices

Corin Group Holdings Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin MidCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin HoldCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin Aus FinCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin FinCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin US FinCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin BidCo Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin Orthopaedics Holdings Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin Group Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Optimized Ortho Pty Limited - 17 Bridge Street, P.O. Box 205, Pymble, NSW 2073, Australia.

Corin USA Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin GSA GmbH - Am Felsbrunnen 8, 66119 Saarbrücken, Germany.

Corin GSA GmbH (from January 2020) - Kurt-Schumacher-Str. 28-30, D-66130 Saarbrücken, Germany.

Corin Japan KK - Shin-Osaka Sun-R Center Building 10F, 5-1-18 Miyahara, Yodogawa-Ku, Osaka 532-0003, Japan.

Corin Australia (Pty) Limited - 17 Bridge Street, P.O. Box 205, Pymble, NSW 2073, Australia.

Corin Italia S.R.L. - Padova (PD) Via Diego, Valeri 23 CAP 35131, Italy.

Corin France SAS - 157 Rue Lavoisier, 38330 Montbonnot Saint Martin, France.

Corin India Private Limited - 803, 8th Floor, The Parinee Crescenzo Opp MCA, G Block, Bandra Kurla Complex, Mumbai 400051, India.

Corin Belgium BVBA/SPRL - Nieuwlandlaan 46, 3200 Aarschot, Belgium.

Corin Holdings Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin International Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Corin Australia Holdings Limited - 17 Bridge Street, P.O. Box 205, Pymble, NSW 2073, Australia.

Corin Medical Product (Shanghai) Co. Limited - Room 107, Building NO 4, No.56 MeiSheng Road, WaiGaoQiao Free Trade Zone, Shanghai, China.

Optimized Ortho Limited - The Corinium Centre, Love Lane Industrial Estate, Cirencester, Gloucestershire, GL7 1YJ, England.

Global Orthopaedics Technology Pty Limited - 17 Bridge Street, P.O. Box 205, Pymble, NSW 2073, Australia.

Global Manufacturing Technology Pty Limited - 17 Bridge Street, P.O. Box 205, Pymble, NSW 2073, Australia.

Omni Orthopaedics Inc. - 480 Paramount Drive Raynham, Ma 02767.

Omni Life Science, Inc. - 480 Paramount Drive Raynham, Ma 02767.

Perception Raisonnement Action En médecine – Praxim – 4 Avenue, DE L OBIU 38700. La Tronche, France.