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**SOPRA STERIA HOLDINGS LIMITED**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**SOPRA STERIA HOLDINGS LIMITED**

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**SOPRA STERIA HOLDINGS LIMITED**

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**COMPANY INFORMATION**

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<b>DIRECTORS</b>	Mr J P Torrie Mr D S Ahluwalia
<b>COMPANY SECRETARY</b>	Mr P A Cashmore
<b>REGISTERED NUMBER</b>	04266118
<b>REGISTERED OFFICE</b>	Three Cherry Trees Lane Hemel Hempstead Hertfordshire HP2 7AH
<b>INDEPENDENT AUDITOR</b>	Mazars LLP 45 Church Street Birmingham B3 2RT

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## SOPRA STERIA HOLDINGS LIMITED

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### STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

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#### INTRODUCTION

The Directors present their report and accounts for the year ended 31 December 2016.

#### BUSINESS REVIEW

The loss after taxation for the year was £6,272 thousand (2015: loss of £7,090 thousand). Dividends of £nil were paid during the year (2015: £nil). The Directors do not recommend the payment of a final dividend.

#### PRINCIPAL RISKS AND UNCERTAINTIES

The Directors consider the Company's only key risk is that the value of its investments falls below their carrying value. To mitigate this risk, the Directors of the Company actively manage the subsidiary companies in order to grow their revenues and profits.

#### FINANCIAL KEY PERFORMANCE INDICATORS

The Company's key performance indicators are as follows:

	2016	2015
	£000	£000
Net interest payable	7,058	8,890
Loss after tax	6,272	7,090
Shareholder's funds	190,838	197,110

Following a Group reorganisation at the end of 2014, the Company increased its investments in subsidiaries. Payment for these investments was in the form of significant Group loans, the interest on which leads to the interest payable and losses shown above.

This report was approved by the board on 20 July 2017 and signed on its behalf.



Mr P A Cashmore  
Secretary

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## SOPRA STERIA HOLDINGS LIMITED

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### DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

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The Directors present their report and the financial statements for the year ended 31 December 2016.

#### DIRECTORS' RESPONSIBILITIES STATEMENT

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

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

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

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

#### RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £6,272 thousand (2015: loss £7,090 thousand).

The loss after taxation arises from interest payable on Group loans.

Dividends of £nil were paid during the year (2015: £nil). The Directors do not recommend the payment of a final dividend.

#### DIRECTORS

The Directors who served during the year were:

Mr J P Torrie  
Mr D S Ahluwalia

#### FUTURE DEVELOPMENTS

The Directors expect the Company to continue as an intermediate holding company in the Sopra Steria Group.

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**SOPRA STERIA HOLDINGS LIMITED**

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**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**QUALIFYING THIRD PARTY INDEMNITY PROVISIONS**

The Directors have been granted an indemnity from the Company against liability incurred by them in the discharge of the duties of their office. Neither the Company's indemnity nor insurance provides cover in the event that a Director is proved to have acted fraudulently, in knowing breach of trust, or otherwise dishonestly.

**MATTERS COVERED IN THE STRATEGIC REPORT**

Details of the Company's financial risk management policies are included in the strategic report.

**DISCLOSURE OF INFORMATION TO AUDITOR**

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

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

**EVENTS AFTER THE REPORTING PERIOD**

There have been no significant events affecting the Company since the year-end.

**AUDITORS**

Under section 487(2) of the Companies Act 2006, Mazars LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on *20 July 2017* and signed on its behalf.



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**Mr P A Cashmore**  
Secretary

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## **SOPRA STERIA HOLDINGS LIMITED**

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### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF SOPRA STERIA HOLDINGS LIMITED**

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We have audited the financial statements of Sopra Steria Holdings Limited for the year ended 31 December 2016 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

#### **Respective responsibilities of directors and auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors. This report is made solely to the Company's member as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's member those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's member as a body for our audit work, for this report, or for the opinions we have formed.

#### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

#### **Opinion on the financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matters prescribed by the Companies Act 2006**

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

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

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**SOPRA STERIA HOLDINGS LIMITED**

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF SOPRA STERIA HOLDINGS LIMITED**

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**Matters on which we are required to report by exception**

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

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

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

*Louis Burns*

Louis Burns (Senior statutory auditor)

for and on behalf of

**Mazars LLP**  
Chartered Accountants and Statutory Auditor  
45 Church Street  
Birmingham  
B3 2RT

Date: *26 July 2017*



**SOPRA STERIA HOLDINGS LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 £000	2015 £000
Administrative expenses		(100)	-
Fixed asset investment impairment	5	-	(275,000)
Income from shares in Group companies	6	100	275,000
<b>Operating profit</b>		-	-
Interest payable and expenses	7	(7,058)	(8,890)
<b>Loss before tax</b>		(7,058)	(8,890)
Tax on loss	8	786	1,800
<b>Loss for the year</b>		<u>(6,272)</u>	<u>(7,090)</u>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u>(6,272)</u>	<u>(7,090)</u>

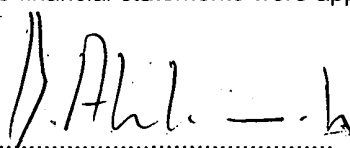
**SOPRA STERIA HOLDINGS LIMITED**  
**REGISTERED NUMBER: 04266118**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2016**

	Note	2016 £000	2015 £000
Investments	9	566,253	566,353
		<u>566,253</u>	<u>566,353</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	10	1,411	1,800
		<u>1,411</u>	<u>1,800</u>
<b>Total assets less current liabilities</b>		<b>567,664</b>	<b>568,153</b>
Creditors: amounts falling due after more than one year	11	(376,826)	(371,043)
<b>Net assets</b>		<b>190,838</b>	<b>197,110</b>
<b>Capital and reserves</b>			
Called up share capital	13	17,843	17,843
Share premium account	14	39,168	39,168
Other reserves	14	152,597	152,597
Profit and loss account	14	(18,770)	(12,498)
<b>Shareholder's funds</b>		<b>190,838</b>	<b>197,110</b>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

20 July 2017

  
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**Mr D S Ahluwalia**  
 Director

The notes on pages 10 to 19 form part of these financial statements.

**SOPRA STERIA HOLDINGS LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Called up share capital £000	Share premium account £000	Other reserves £000	Profit and loss account £000	Total equity £000
<b>At 1 January 2015</b>	<b>17,843</b>	<b>39,168</b>	<b>152,597</b>	<b>(5,408)</b>	<b>204,200</b>
<b>COMPREHENSIVE INCOME FOR THE YEAR</b>					
Loss for the year	-	-	-	(7,090)	(7,090)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,090)</b>	<b>(7,090)</b>
<b>At 1 January 2016</b>	<b>17,843</b>	<b>39,168</b>	<b>152,597</b>	<b>(12,498)</b>	<b>197,110</b>
<b>COMPREHENSIVE INCOME FOR THE YEAR</b>					
Loss for the year	-	-	-	(6,272)	(6,272)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,272)</b>	<b>(6,272)</b>
<b>AT 31 DECEMBER 2016</b>	<b>17,843</b>	<b>39,168</b>	<b>152,597</b>	<b>(18,770)</b>	<b>190,838</b>

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## **SOPRA STERIA HOLDINGS LIMITED**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016**

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#### **1. ACCOUNTING POLICIES**

##### **1.1 Basis of preparation of financial statements**

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

The recognition, measurement and disclosure requirements (except for certain disclosure exemptions detailed below) of International Financial Reporting Standards as adopted by EU (EU-adopted IFRSs) have been applied to the financial statements and, where necessary, amendments have been made in order to comply with the Companies Act 2006 and The Large and Medium-sized Companies and Groups Regulations 2008/410 ('Regulations').

The financial statements have been prepared on the historical cost basis, except employee benefits and financial instruments which are measured in terms of IAS 19 and IFRS 7 respectively. The principal accounting policies set out below have been consistently applied to all periods presented.

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 2).

The Company is exempt from preparing group accounts under s400 of the Companies Act 2006 as at 31 December 2016, its ultimate parent, Sopra Steria Group S.A., prepares and publishes consolidated accounts which include the results of the Company and are publicly available.

The following principal accounting policies have been applied:

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## SOPRA STERIA HOLDINGS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

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#### 1. ACCOUNTING POLICIES (CONTINUED)

##### 1.2 Financial reporting standard 101 - reduced disclosure exemptions

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

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share-based payment
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations
- the requirements of paragraph 33(c) of IFRS 5 Non Current Assets Held For Sale and Discontinued Operations
- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
  - paragraph 79(a)(iv) of IAS 1;
  - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
  - paragraph 118(e) of IAS 38 Intangible Assets;
  - paragraphs 76 and 79(d) of IAS 40 Investment Property; and
  - paragraph 50 of IAS 41 Agriculture
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member
- the requirements of paragraphs 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

For certain disclosure exemptions listed above, the equivalent disclosures are included in the consolidated financial statements of Sopra Steria Group S.A. which are available to the public and can be obtained as set out in note 15.

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## SOPRA STERIA HOLDINGS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

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#### 1. ACCOUNTING POLICIES (CONTINUED)

##### 1.3 Adoption of new and revised standards

The adoption of the following mentioned standards, amendments and interpretations in the current year has not had a material impact on the Company's financial statements:

	EU effective date, periods beginning on or after 1 January 2016
IAS 1 (amendment) 'Presentation of Financial Statements' - Disclosure initiative	
IAS 16 (amendment) 'Property, Plant and Equipment' and IAS 38 (amendment) 'Intangible Assets' - Clarification of acceptable methods of depreciation and amortisation	1 January 2016
IAS 19 (amendment) 'Employee Benefits' - Defined benefit plans: Employee contributions	1 February 2015
Annual Improvements to IFRS (2010 - 2012)	1 February 2015
Annual Improvements to IFRS (2012 - 2014)	1 January 2016

##### 1.4 Going concern

The Directors are satisfied that the Company has adequate resources for its foreseeable needs given current budget and forecasts, availability of liquid resources and current loan facilities. For this reason the Directors have concluded that there are no material uncertainties in adopting the going concern basis in preparing the financial statements.

##### 1.5 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment. Where merger relief is applicable, the cost of the investment in a subsidiary undertaking is measured at the nominal value of the shares issued together with the fair value of any additional consideration paid.

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at the end of each reporting period. Gains and losses on remeasurement are recognised in the Income Statement for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

##### 1.6 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

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## SOPRA STERIA HOLDINGS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

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#### 1. ACCOUNTING POLICIES (CONTINUED)

##### 1.7 Financial instruments

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

##### **Financial assets**

The Company classifies all of its financial assets as loans and receivables.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers (e.g. trade receivables), but also incorporate other types of contractual monetary asset. They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

Impairment provisions are recognised when there is objective evidence (such as significant financial difficulties on the part of the counterparty or default or significant delay in payment) that the Company will be unable to collect all of the amounts due under the terms receivable, the amount of such a provision being the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable. For trade receivables, which are reported net, such provisions are recorded in a separate allowance account with the loss being recognised within administrative expenses in the Income Statement. On confirmation that the trade receivable will not be collected, the gross carrying value of the asset is written off against the associated provision.

##### **Financial liabilities**

The Company classifies all of its financial liabilities as liabilities at amortised cost.

Financial liabilities at amortised cost including bank borrowings are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument. Such interest bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried into the Statement of Financial Position.

##### 1.8 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

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## **SOPRA STERIA HOLDINGS LIMITED**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016**

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#### **1. ACCOUNTING POLICIES (CONTINUED)**

##### **1.9 Taxation**

Tax is recognised in the Statement of Comprehensive Income, except that a change attributable to an item of income and 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 operates and generates income.

##### **1.10 Exceptional items**

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

#### **2. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The key source of judgement and uncertainty relates to the valuation of trading subsidiary companies. The approach used is a discounted cash flow based on projected costs and revenues which have inherent uncertainties.

#### **3. AUDITOR'S REMUNERATION**

For both the current and prior years, the audit fee was borne by Sopra Steria Limited, an indirect subsidiary company.

#### **4. DIRECTORS AND OTHER EMPLOYEES**

The Directors of the Company are also directors of other Sopra Steria Group companies in the United Kingdom. The Directors received total remuneration from UK Group companies for the year of £1,284,678 (2015: £1,335,505), all of which was paid by Sopra Steria Limited. The Directors do not believe that it is practicable to apportion this amount between their services as Directors of the Company and their services as Directors of other Sopra Steria Group companies.

The Company had no employees during the year or the prior year.



# **SOPRA STERIA HOLDINGS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016**

### **5. EXCEPTIONAL ITEMS**

	<b>2016 £000</b>	<b>2015 £000</b>
Impairment of investment in subsidiary	-	(275,000)
	<u>-</u>	<u>(275,000)</u>

The exceptional cost arises from an impairment in the valuation of a subsidiary company, following the receipt of a dividend from this subsidiary which reduced its net assets by a corresponding amount.

### **6. INCOME FROM INVESTMENTS**

	<b>2016 £000</b>	<b>2015 £000</b>
Dividend received from Xansa Quest Limited	(100)	-
Dividend received from Druid Group Limited	-	(275,000)
	<u>(100)</u>	<u>(275,000)</u>

### **7. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>2016 £000</b>	<b>2015 £000</b>
Interest payable to other Group entities	7,058	8,890
	<u>7,058</u>	<u>8,890</u>

### **8. TAXATION**

	<b>2016 £000</b>	<b>2015 £000</b>
<b>CORPORATION TAX</b>		
Current tax on profits for the year	(1,411)	(1,800)
Adjustments in respect of previous periods	625	-
	<u>(786)</u>	<u>(1,800)</u>
<b>TAXATION ON LOSS ON ORDINARY ACTIVITIES</b>	<u>(786)</u>	<u>(1,800)</u>

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**SOPRA STERIA HOLDINGS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**8. TAXATION (CONTINUED)**

**FACTORS AFFECTING TAX CHARGE FOR THE YEAR**

The tax assessed for the year is higher than (2015: the same as), the standard rate of corporation tax in the UK of 20% (2015: 20.25%). The differences are explained below:

	<b>2016 £000</b>	<b>2015 £000</b>
Loss on ordinary activities before tax	<b>(7,058)</b>	<b>(8,890)</b>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015: 20.25%)	<b>(1,411)</b>	<b>(1,800)</b>
<b>EFFECTS OF:</b>		
Non-tax deductible investment write down	<b>20</b>	<b>55,688</b>
Non-taxable intra group dividend receivable	<b>(20)</b>	<b>(55,688)</b>
Adjustments to tax charge in respect of previous periods	<b>625</b>	<b>-</b>
<b>TOTAL TAX CHARGE FOR THE YEAR</b>	<b>(786)</b>	<b>(1,800)</b>

**FACTORS THAT MAY AFFECT FUTURE TAX CHARGES**

The Finance Acts 2015 and 2016 provide that the main rate of corporation tax will fall to 19% with effect from 1 April 2017 and to 17% with effect from 1 April 2020. As this legislation had been substantively enacted at the end of the reporting period, the impact of these tax rate reductions on the deferred tax balances carried forward has been included in these accounts.

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**SOPRA STERIA HOLDINGS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**9. FIXED ASSET INVESTMENTS**

	Investments in subsidiary companies £000
<b>COST</b>	
At 1 January 2016	927,650
Disposals	(100)
At 31 December 2016	<u>927,550</u>
<b>IMPAIRMENT</b>	
At 1 January 2016	<u>361,297</u>
At 31 December 2016	<u>361,297</u>
<b>NET BOOK VALUE</b>	
At 31 December 2016	<u><u>566,253</u></u>
At 31 December 2015	<u><u>566,353</u></u>

**DIRECT SUBSIDIARY UNDERTAKINGS**

The following are subsidiary undertakings of the Company:

Name	Class of shares	Holding	Principal activity
Sopra Steria Services Limited	Ordinary	100 %	Holding company
Druid Group Limited	Ordinary	100 %	Holding company
Steria UK Limited	Ordinary	100 %	Non-trading
Caboodle Solutions Limited	Ordinary	100 %	Dormant
ASL Information Services Limited	Ordinary	100 %	Dormant

The registered office address of all direct subsidiary undertakings is Three Cherry Trees Lane, Hemel Hempstead, Hertfordshire, HP2 7AH.

# SOPRA STERIA HOLDINGS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

### 9. FIXED ASSET INVESTMENTS (CONTINUED)

#### INDIRECT SUBSIDIARY UNDERTAKINGS

The following are the main indirect subsidiary undertakings of the Company:

Name	Class of shares	Holding	Principal activity
Sopra Steria Limited	Ordinary	100 %	IT Services / Business process outsourcing
Sopra Steria Recruitment Limited	Ordinary	100 %	Recruitment services
Shared Services Connected Ltd	Ordinary	75 %	Business process outsourcing
NHS Shared Business Services Limited	Ordinary	50 %	Business process outsourcing

### 10. DEBTORS

	2016 £000	2015 £000
Corporation tax recoverable	1,411	1,800
	<u>1,411</u>	<u>1,800</u>

### 11. CREDITORS: Amounts falling due after more than one year

	2016 £000	2015 £000
Amounts owed to Group undertakings	376,826	371,043
	<u>376,826</u>	<u>371,043</u>

#### Loan details

The Amounts due to Group undertakings are interest-bearing at 1.5% above the Bank of England base rate. £44.3 million (2015: £43.5 million) is repayable in December 2018 and £ 332.5 million (2015: £327.5 million) is repayable in December 2019.

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**SOPRA STERIA HOLDINGS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**12. FINANCIAL INSTRUMENTS**

	<b>2016 £000</b>	<b>2015 £000</b>
<b>Financial assets</b>		
Financial assets that are debt instruments measured at amortised cost	<b>1,411</b>	<b>1,800</b>
	<u><b>1,411</b></u>	<u><b>1,800</b></u>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	<b>(376,826)</b>	<b>(371,043)</b>
	<u><b>(376,826)</b></u>	<u><b>(371,043)</b></u>

Financial assets measured at amortised cost comprise Corporation tax recoverable.

Financial liabilities measured at amortised cost comprise Amounts owed to Group companies.

**13. SHARE CAPITAL**

	<b>2016 £000</b>	<b>2015 £000</b>
<b>Shares classified as equity</b>		
<b>Authorised</b>		
100,000,000 Ordinary shares of £1 each	<b>100,000</b>	<b>100,000</b>
	<u><b>100,000</b></u>	<u><b>100,000</b></u>
<b>Allotted, called up and fully paid</b>		
17,842,674 Ordinary shares of £1 each	<b>17,843</b>	<b>17,843</b>
	<u><b>17,843</b></u>	<u><b>17,843</b></u>

**14. RESERVES**

**Other reserves**

The majority of the Other Reserve relates to an unrealised gain on the sale of an investment in 2009.

**15. CONTROLLING PARTY**

The Company's immediate and ultimate holding company as at the reporting date was Sopra Steria Group S.A., a company registered in France. Sopra Steria Group S.A. has included the Company in its group accounts, copies of which may be obtained from Sopra Steria Group S.A., PAE les Glaisins, 74940 Annecy-le-Vieux, France. They are also available on the Sopra Steria Group website at [www.soprasteria.com](http://www.soprasteria.com).

The smallest and largest group in which the results of the Company are consolidated is Sopra Steria Group S.A., a company incorporated in France. In these accounts "Group" refers to the group of companies of which Sopra Steria Group S.A. is the ultimate holding company.