

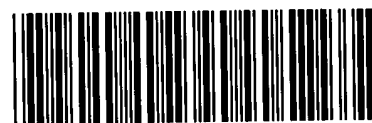
Registration number: 06294639

# G4S US Holdings Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2016

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## **G4S US Holdings Limited**

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## **G4S US Holdings Limited**

### **Company Information**

<b>Directors</b>	C A V Barroche
	S Lundsberg Nielsen
	T P Weller
<b>Company secretary</b>	W A Hayes
<b>Registered office</b>	5th Floor, Southside
	105 Victoria Street
	London
	SW1E 6QT
<b>Independent auditors</b>	PricewaterhouseCoopers LLP
	1 Embankment Place
	London
	WC2N 6RH

## **G4S US Holdings Limited**

### **Strategic Report for the Year Ended 31 December 2016**

The directors present their strategic report for the year ended 31 December 2016.

#### **Fair review of the business**

The principal activity of the company is that of an investment holding company.

During the year there was minimal activity in the company. The company had net assets at 31 December 2016 of £547,013,000 (2015: £624,591,000). The company made a loss for the financial year of £77,578,000 (2015: profit of £49,674,000).

The directors consider the results for the year to be satisfactory and future activities will be of a similar nature, and results are expected to remain similar overall.

#### **Future developments**

The company does not expect any changes to its principal activity in the foreseeable future.

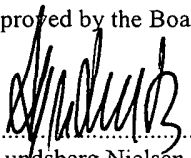
#### **Key performance indicators**

Given the straight forward nature of the business, the directors are of the opinion that analysis using KPIs is not necessary for an understanding of the performance or development of the business.

#### **Principal risks and uncertainties**

As an investment holding company the principal risks and uncertainties are in respect of the underlying operational performance and economic risks faced by its investments or other group companies which it holds amounts receivable from. A full explanation of these risks is contained in the consolidated financial statements of G4S plc. Please see note 1 of the company's financial statements for details of where a copy of these financial statements can be obtained.

Approved by the Board on 20 November 2017 and signed on its behalf by:

  
.....  
S Lundsberg Nielsen  
Director

## **G4S US Holdings Limited**

### **Directors' Report for the Year Ended 31 December 2016**

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

#### **Directors of the company**

The directors who held office during the year and up to the date of approval of the financial statements were as follows:

S Lundsberg Nielsen

T P Weller (appointed 24 October 2016)

P V David (resigned 31 December 2016)

H Raja (resigned 1 October 2016)

The following director was appointed after the year end:

C A V Barroche (appointed 1 January 2017)

#### **Results and dividends**

The results for the year are set out on page 9 to 25. The directors do not recommend the payment of a final dividend (2015: £69,700,000).

A review of the progress of the company's business during the year, the key performance indicators, principal business risks and likely future developments are contained in the Strategic report on page 2.

#### **Going concern**

The financial statements have been prepared on a going concern basis, notwithstanding the company's net current liabilities, which the directors believe to be appropriate for the following reasons. The company received a financial support letter from a parent company to provide sufficient financial assistance to the company if and when it is needed to enable the company to continue its operations and fulfil its currently anticipated financial obligations now and in the future. This undertaking is provided for a period of at least 12 months provided the company remains a member of the parent company's group.

This should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. As with any company placing reliance on a parent undertaking for financial support, the directors acknowledge that there can be no certainty that this support will continue, although at the date of the approval of these financial statements, they have no reason to believe that it will not do so.

Based on this undertaking the directors believe that it remains appropriate to prepare the financial statements on a going concern basis.

#### **Environmental matters**

The company's business is not one that has a significant direct impact on the environment. However, the company recognises the importance of its responsibilities to reduce environmental impact in such areas as energy usage, recycling, environmentally-friendly products and paper products, where it operates in accordance with the policies of G4S plc as detailed in the group's annual report.

#### **Financial Risk Management**

The company operates within the financial risk management objectives and policies of G4S plc which are disclosed within the group's annual report.

#### **Disclosure of information to the auditors**

Each director has taken 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 company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

## **G4S US Holdings Limited**

### **Directors' Report for the Year Ended 31 December 2016 (continued)**

#### **Independent auditors**

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution confirming their re-appointment will be proposed at the Annual General meeting.

Approved by the Board on 20 November 2017 and signed on its behalf by:



.....  
S Lundsberg Nielsen  
Director

## **G4S US Holdings Limited**

### **Statement of Directors' Responsibilities**

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 financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", 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 company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- state whether applicable United Kingdom Accounting Standards, including FRS 101, 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 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.

The directors 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.

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 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 company's auditors are aware of that information.

## **G4S US Holdings Limited**

### **Independent Auditors' Report to the Members of G4S US Holdings Limited**

#### **Report on the financial statements**

##### ***Our opinion***

In our opinion, G4S US Holdings Limited financial statements (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.

##### ***What we have audited***

The financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), comprise:

- The Statement of Financial Position as at 31 December 2016;
- The Income Statement and Statement of Comprehensive Income for the year then ended;
- Statement of Changes in Equity for the year then ended; and
- The notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

##### **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 the 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.

In addition, in light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report and the Directors' Report. We have nothing to report in this respect.



## **G4S US Holdings Limited**

### **Independent Auditors' Report to the Members of G4S US Holdings Limited (continued)**

#### **Other matters on which we are required to report by exception**

##### ***Adequacy of accounting records and information and explanations received***

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

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

##### ***Directors' remuneration***

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

#### **Responsibilities for the financial statements and the audit**

##### ***Our responsibilities and those of the directors***

As explained more fully in the Statement of Directors' Responsibilities, 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) ('ISAs(UK & Ireland)'). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

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.

## **G4S US Holdings Limited**

### **Independent Auditors' Report to the Members of G4S US Holdings Limited (continued)**

#### ***What an audit of financial statements involves***

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report. With respect to the Strategic Report and Directors' Report, we consider whether those reports include the disclosures required by applicable legal requirements.



Paul Wheeler (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP,  
Chartered Accountants and Statutory Auditors

1 Embankment Place  
London  
WC2N 6RH

20 November 2017

# **G4S US Holdings Limited**

## **Income Statement for the Year Ended 31 December 2016**

	<b>Note</b>	<b>2016 £ 000</b>	<b>2015 £ 000</b>
Operating results		-	-
Dividend income		-	71,264
Finance income	5	18	18
Finance costs	6	<u>(79,045)</u>	<u>(22,395)</u>
<b>(Loss)/profit before taxation</b>		<b>(79,027)</b>	<b>48,887</b>
Income tax expense	9	<u>1,449</u>	<u>787</u>
<b>(Loss)/profit for the financial year</b>		<b><u>(77,578)</u></b>	<b><u>49,674</u></b>

The notes on pages 13 to 25 form an integral part of these financial statements.

## **G4S US Holdings Limited**

### **Statement of Comprehensive Income for the Year Ended 31 December 2016**

	<b>Note</b>	<b>2016 £ 000</b>	<b>2015 £ 000</b>
(Loss)/profit for the financial year		<u>(77,578)</u>	<u>49,674</u>
Total comprehensive (expense)/income for the financial year		<u><u>(77,578)</u></u>	<u><u>49,674</u></u>

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Statement of Changes in Equity for the Year Ended 31 December 2016

	Called up share capital £ 000	Retained earnings £ 000	Total equity £ 000
At 1 January 2015	<u>100,000</u>	<u>539,699</u>	<u>639,699</u>
<b>Comprehensive income:</b>			
Profit for the financial year	<u>-</u>	<u>49,674</u>	<u>49,674</u>
Total comprehensive income	-	49,674	49,674
Dividends	-	(69,700)	(69,700)
New share capital subscribed	<u>4,918</u>	<u>-</u>	<u>4,918</u>
<b>At 31 December 2015</b>	<u><u>104,918</u></u>	<u><u>519,673</u></u>	<u><u>624,591</u></u>
At 1 January 2016	<u>104,918</u>	<u>519,673</u>	<u>624,591</u>
<b>Comprehensive expense:</b>			
Loss for the financial year	<u>-</u>	<u>(77,578)</u>	<u>(77,578)</u>
Total comprehensive expense	<u>-</u>	<u>(77,578)</u>	<u>(77,578)</u>
<b>At 31 December 2016</b>	<u><u>104,918</u></u>	<u><u>442,095</u></u>	<u><u>547,013</u></u>

The notes on pages 13 to 25 form an integral part of these financial statements.

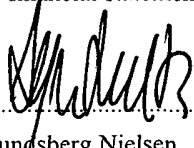
# G4S US Holdings Limited

(Registration number: 06294639)

## Statement of Financial Position as at 31 December 2016

	Note	2016 £ 000	2015 £ 000
<b>Non-current assets</b>			
Investments	10	<u>626,584</u>	<u>626,585</u>
<b>Current assets</b>			
Trade and other receivables	11	480,206	449,718
Income tax asset		1,449	865
Cash and cash equivalents		<u>25</u>	<u>25</u>
		<u>481,680</u>	<u>450,608</u>
<b>Total assets</b>		<u>1,108,264</u>	<u>1,077,193</u>
<b>Current liabilities</b>			
Trade and other payables	12	<u>(561,251)</u>	<u>(452,602)</u>
<b>Total liabilities</b>		<u>(561,251)</u>	<u>(452,602)</u>
<b>Net assets</b>		<u>547,013</u>	<u>624,591</u>
<b>Total equity</b>			
Called up share capital	13	104,918	104,918
Retained earnings		<u>442,095</u>	<u>519,673</u>
		<u>547,013</u>	<u>624,591</u>

The financial statements on pages 9 to 25 were approved by the Board on 20 November 2017

  
 .....  
 S Lundsberg Nielsen  
 Director

## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016**

#### **1 General information**

G4S US Holdings Limited (the 'company') is incorporated in the United Kingdom, registered in England and Wales, and domiciled in the United Kingdom. It is a private company, limited by shares. The company's registered office is 5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT.

The company is exempt by virtue of Section 400 of the Companies Act 2006 from the requirement to prepare and deliver consolidated financial statements as it is a wholly-owned subsidiary of a company established in the EU and it is included in the audited consolidated financial statements of its EU-established ultimate parent, G4S plc. The registered office of G4S plc is 5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT. These financial statements therefore present information about the company as an individual entity only and not as a group.

The financial statements are presented in sterling, which is the company's functional currency, and in thousands of pounds unless stated otherwise.

#### **2 Statement of compliance**

These financial statements were prepared in accordance with Financial Reporting Standard ('FRS') 101 'Reduced Disclosure Framework'.

#### **3 Significant accounting policies**

##### **Basis of preparation**

The financial statements have been prepared under the going concern basis and using the historical cost convention, except for the revaluation of certain financial instruments, in accordance with Companies Act 2006 and applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice ('UK GAAP') including FRS 101). The principal accounting policies and measurement bases adopted are set out below and have been applied consistently to all the years presented, unless stated otherwise. Judgements made by the directors in the application of these accounting policies which have a significant effect on the financial statements, and estimates with a significant risk of material adjustment, are discussed in note 4.

##### **Going concern**

The financial statements have been prepared on a going concern basis, notwithstanding the company's net current liabilities, which the directors believe to be appropriate for the following reasons. The Company received a financial support letter from a parent company to provide sufficient financial assistance to the Company if and when it is needed to enable the Company to continue its operations and fulfil its currently anticipated financial obligations now and in the future. This undertaking is provided for a period of at least 12 months provided the Company remains a member of the parent company's group. Accordingly, the Company's financial statements have been prepared on a going concern basis.

## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)**

#### **3 Significant accounting policies (continued)**

##### **Exemptions**

The company has taken advantage of certain disclosure exemptions in FRS 101, in part because its financial statements are included in the publicly available consolidated financial statements of G4S plc. Copies of the consolidated financial statements of G4S plc may be obtained by writing to the Company Secretary at the registered address disclosed in note 1 above. The directors have notified the company's shareholders in writing about the use of these disclosure exemptions.

These disclosure exemptions relate to:

- requirements of IAS 7 'the Statement of Cash Flows';
- the statement of compliance with adopted IFRSs;
- new IFRSs that have been issued but are not yet effective and which have not been applied by the company;
- comparative information for the movements from the beginning to the end of the year in respect of intangible assets, property, plant and equipment, and the number of shares, and certain other additional comparative information;
- financial instruments disclosures required by IFRS 7 'Financial Instruments: Disclosures';
- disclosures required by IFRS 13 'Fair Value Measurement';
- movements during the year in the number and weighted average exercise prices of share-based payments, and how the fair value of services received or equity instruments granted was determined and the effect of share-based payment transactions on the income statement and financial position;
- certain related party disclosures on key management compensation and transactions entered into between two or more wholly-owned members of a group; and
- capital management disclosures.

##### **Finance income and costs**

Finance income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable. This is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset's net carrying amount.

Finance costs are recognised as an expense in the income statement on the same basis.

##### **Foreign currencies**

The financial statements are presented in sterling, which is the company's functional currency. Transactions in currencies other than the functional currency are translated at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities which are denominated in other currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items measured at historical cost denominated in other currencies are not retranslated. Gains and losses arising on retranslation are included in the income statement.



## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)**

#### **3 Significant accounting policies (continued)**

##### **Income taxes**

Tax is recognised in the income statement except to the extent that it relates to items recognised in equity, in which case it is recognised in equity or other comprehensive income. The tax expense represents the sum of current tax and deferred tax.

Current tax is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised.

The carrying amount of each deferred tax asset is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is measured based on the tax rates that have been enacted or substantively enacted by the end of the reporting period. Tax liabilities or refunds may differ from those anticipated due to changes in tax legislation, differing interpretations of tax legislation and uncertainties surrounding the application of tax legislation. In situations where uncertainties exist, provision is made for contingent tax liabilities and assets on the basis of management judgement following consideration of the available relevant information.

##### **Investments**

Investments in subsidiary undertakings are stated at cost less provision for impairment.

##### **Financial instruments**

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instruments.

##### *Trade receivables*

Trade receivables do not carry interest and are stated initially at their fair value. The carrying amount of trade receivables is reduced through the use of a bad debt allowance account. The company provides for bad debts based upon an analysis of those that are past due, in accordance with local conditions and past default experience.

##### *Cash and cash equivalents*

Cash and cash equivalents comprise cash balances and call deposits.

##### *Trade payables*

Trade payables are not interest-bearing and are stated initially at fair value.

## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)**

#### **3 Significant accounting policies (continued)**

##### **Impairment**

The carrying value of the company's assets, with the exception of inventories and deferred tax assets, is reviewed on an ongoing basis for any indication of impairment and, if any such indication exists, the assets' recoverable amount is estimated. An impairment loss is recognised in the income statement whenever the carrying value of an asset or its cash-generating unit exceeds its recoverable amount.

An impairment loss in respect of goodwill is not reversed. In respect of any other asset, an impairment loss is reversed if there has been a change in the estimates used to determine its recoverable amount. The amount of the reversal is limited such that the asset's carrying amount does not exceed that which would have been determined (after depreciation and amortisation) if no impairment loss had been recognised.

The company provides for impairments in financial assets when there is objective evidence of impairment as a result of one or more events that impact the estimated future cash flows of the financial assets.

##### **Called up share capital**

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

##### **Amounts owed by/to group undertaking**

Amounts owed by/to group undertakings are recognised initially at fair value and subsequently stated at amortised cost.

#### **4 Accounting estimates, judgements and key assumptions**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of the company's accounting policies. These judgements, estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, including current and expected economic conditions, and in some cases, actuarial techniques. Despite the non complex nature of the company, there are accounting estimates, judgements and assumptions made in the preparation of its financial statements in including:

##### **Impairment of investments**

Investments are tested for impairment where there are financial or non financial indicators the carrying value maybe greater than expected future cashflows. Judgement is required to determine whether such indicators exist. Where a test is determined to be required inputs into the impairment model such as growth, future cashflows and discount rates are estimates and can have significant impact on the result of the calculation and whether an impairment is recognised.

#### **5 Finance income**

	<b>2016</b>	<b>2015</b>
	<b>£ 000</b>	<b>£ 000</b>
Interest receivable from group undertakings	<u>18</u>	<u>18</u>

## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)**

#### **6 Finance costs**

	<b>2016</b>	<b>2015</b>
	<b>£ 000</b>	<b>£ 000</b>
Foreign exchange losses	<u>79,045</u>	<u>22,395</u>

#### **7 Staff costs**

There were no employees during the current and prior year, and therefore the company incurred no staff costs.

The directors received no remuneration or accrued pension benefits in respect of their services to the company during both the current and prior year.

#### **8 Auditors' remuneration**

The auditors' remuneration of £20,000 (2015: £1,200) was borne by another group company. The company did not incur any non-audit charges in the current and prior year.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 9 Income tax expense

Tax credited in the income statement

	2016 £ 000	2015 £ 000
<b>Current taxation</b>		
UK corporation tax	<u>(1,449)</u>	<u>(787)</u>

The tax credit in the (loss)/profit for the year is higher than (2015: lower than) the standard effective rate of corporation tax in the UK of 20% (2015: 20.25%).

The differences are reconciled below:

	2016 £ 000	2015 £ 000
(Loss)/profit before taxation	<u>(79,027)</u>	<u>48,887</u>
Corporation tax at standard rate of 20% (2015: 20.25%)	(15,805)	9,900
Expenses not deductible	15,809	4,209
Transfer pricing adjustments	(1,453)	(465)
Decrease in tax due to non-taxable dividend income	<u>-</u>	<u>(14,431)</u>
Total tax credit	<u>(1,449)</u>	<u>(787)</u>

The UK corporation tax rate reduced from 21% to 20% with effect from 1 April 2015. Further reductions in the UK corporation tax rate will apply from 1 April 2017 when the rate reduced to 19% and from 1 April 2020 when the rate reduces to 17%. All of these rate changes were enacted at the balance sheet date.

The company has surrendered the benefit of tax losses to another group company for consideration of £1,449,000, which will be received by 30 September 2018. No tax losses are, therefore, available for carry-forward and the company has provided for an income tax asset amounting to £1,449,000 in respect of payments receivable for losses surrendered.

#### 10 Investments

Subsidiaries	£ 000
<b>Cost</b>	
At 1 January 2016	<u>626,584</u>
At 31 December 2016	<u>626,584</u>
<b>Carrying amount</b>	
At 31 December 2016	<u>626,584</u>
At 31 December 2015	<u>626,585</u>

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 10 Investments (continued)

The principal companies in which the company's direct interest as at 31 December 2016 is more than 20% are as follows:

Subsidiary undertakings	Class of holding	Ownership	Nature of business	Registered address
American Guard and Alert Inc.	Ordinary	100%	Security Services	4200 Wackenhut Drive, Suite 100, FL 33410 Palm Beach Gardens, Florida, United States
Detecta SA	Ordinary	44%	Security Services	Calle 41, 2-40 Bella Vista, Panama
Facility Services SA	Ordinary	28%	Security Services	Avenida Petapa 42-51, Zona 12 Guatemala City, Guatemala
G Four S Consultor En Seguridad SA	Ordinary	100%	Security Services	Sabana Sur Yamuni 200 Sur de Frente a Consejo, Nacional de Produccion, San Jose, Costa Rica
G Four S Grupo de Servicios Especiales de Seguridad SA	Ordinary	100%	Security Services	33 General Murtala Ramat Muhammed Street, Eros, Windhoek, Namibia
G4S Aviation and Ports Secure Solutions SA	Ordinary	100%	Security Services	7, Sorou Str., 144 52 Metamorphosis, Athens, Greece
G4S Bolivia SA	Ordinary	99.9%	Security Services	Marcelo terceros Banzer S/N, 3er Anillo Ext. Equipetrol (Frente Hotel Casa Blanca), Santa Cruz, Bolivia
G4S Cash Solutions SA	Ordinary	38.5%	Security Services	7, Sorou Str., 144 52 Metamorphosis, Athens, Greece
G4S Compliance & Investigations, Inc	Ordinary	100%	Security Services	910 Paverstone Drive 27615 Raleigh, NC United States
G4S Documenta S.A.	Ordinary	50%	Security Services	Avenida Petapa 42-51, Zona 12 Guatemala City, Guatemala
G4S Electronica Holding LLC	Ordinary	100%	Holding	1395 University Blvd, 33458 Jupiter, FL, United States

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 10 Investments (continued)

G4S Facility Management CIA Ltda	Ordinary	99.9%	Security Services	Calle La Perla y 5th. Transversal, P.O. Box 17-11-04791 Quito, Ecuador Calle Moscú E09-8 y Av. República del Salvador Quito, Ecuador
G4S Guatemala Facility Services LLC	Ordinary	100%	Security Services	1395 University Blvd, 33458 Jupiter, FL, United States
G4S Guatemala Holding LLC	Ordinary	100%	Holding	1395 University Blvd, 33458 Jupiter, FL, United States
G4S Hellas Holding SA	Ordinary	42.8%	Holding	7, Sorou Str., 144 52 Metamorphosis, Athens, Greece
G4S Holding (Ecuador) SA	Ordinary	99.9%	Holding	Luis Cordero E12-114 y Toledo, Quito, Ecuador
G4S Holding Cyprus Ltd	Ordinary	45%	Holding	P.O. Box 23989, 1687 Nicosia, Cyprus
G4S Holding One Inc*	Ordinary	100%	Holding	2711 Centerville Road, 19808 Wilmington, DE, United States
G4S Holdings Mexico SA de CV	Ordinary	100%	Holding	Barranca del Muerto #380 CP 01020 Mexico, D.F. Mexico
G4S International Logistics (USA) Inc.	Ordinary	100%	Security Services	PROLOGIS Cargo Center 75, JFK International Airport, North Hangar Road, Suite 210 Jamaica 11430 New York, United States
G4S Jamaica Limited	Ordinary	100%	Security Services	6-8 East Avenue, 5 Kingston W.I., Jamaica
G4S L&T Peru SAC	Ordinary	99.9%	Security Services	Avenida EL SOL N° 906, DISTRITO DE CHORRILLOS, PROVINCIA Y DEPARTAMENTO DE LIMA Peru
G4S Peru SAC	Ordinary	100%	Security Services	Av. El Sol 916, Urbanización La Campiña. Chorrillos, Lima Peru
G4S Private Security Services SA de CV	Ordinary	100%	Security Services	Barranca del Muerto #380 CP 01020 Mexico, D.F. Mexico
G4S Retails Solutions (USA) Inc.	Ordinary	100%	Security Services	2711 Centerville Road, 19808 Wilmington, DE, United States

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 10 Investments (continued)

G4S Secure Integration LLC	Ordinary	100%	Security Services	1200 Landmark Center, Ste 130068102 Omaha, NE United States
G4s Secure Solutions	Ordinary	66.5%	Security Services	Paseo de los Locutores #36, Ensanche Piantini, Santo Domingo, Dominican Republic
G4S Secure Solutions (CI) SA	Ordinary	27%	Security Services	3 Boulevard Valerie Giscard d'Estaing, 01 BP 6065 ABJ 01
G4S Secure Solutions (Ecuador) CIA Ltda	Ordinary	99.9%	Security Services	Gral. Giacomo Roça N33-92 y Bosmediano, Quito, Ecuador
G4S Secure Solutions (Gambia) Ltd	Ordinary	90%	Security Services	9 Booster Street, Fajara, SK Serrekunda, Gambia
G4S Secure Solutions (Puerto Rico) Inc.	Ordinary	100%	Security Services	Carretera #1 Plaza Bairoa, Suite 211 Caguas Puerto Rico
G4S Secure Solutions (Uruguay) SA	Ordinary	80%	Security Services	Cufre 2320 Montevideo Uruguay
G4S Secure Solutions (USA) Inc	Ordinary	100%	Security Services	1395 University Blvd, 33458 Jupiter, FL, United States
G4S Secure Solutions de Honduras SA DE CV	Ordinary	100%	Security Services	Edificio Santa Elena, primer nivel. Colonia San Carlos, Av. La Paz Tegucigalpa, Honduras
G4S Secure Solutions El Salvador SA DE CV	Ordinary	100%	Security Services	Av. Olimpica 3765, San Salvador, El Salvador
G4S Secure Solutions International Inc (Jordan) Limited	Ordinary	50%	Security Services	# 12, Mithqual El Fayez St., Third Circle, Jebel, P.O. Box 831358, 11183 Amman, Jordan

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 10 Investments (continued)

G4S Secure Solutions International Inc.	Ordinary	100%	Security Services	1395 University Blvd, 33458 Jupiter, FL, United States
G4S Secure Solutions SA	Ordinary	36.9%	Security Services	7, Sorou Str., 144 52 Metamorphosis, Athens, Greece
G4S Secure Solutions, Sociedad Anónima	Ordinary	51%	Security Services	Repata Belmonte, Dr. Hospital Velez Paiz1 Cuadra Holis Arriba Nicaragua
G4S Security Services Cameroon Plc	Ordinary	48.4%	Security Services	Old Airport Road, Bonapriso Doula, Cameroon
G4S Security Systems S.A de C.V	Ordinary	100%	Security Services	Barranca del Muerto #380 CP 01020 Mexico, D.F. Mexico
G4S Technology Holdings (USA) Inc.	Ordinary	100%	Holding	21 North AvenueMA 01803 Burlington United States
G4s Technology Software Solutions LLC	Ordinary	100%	Security Services	21 North AvenueMA 01803 Burlington United States
G4S US Inc.	Ordinary	100%	Security Services	4200 Wackenhut Drive, Suite 100, FL 33410 Palm Beach Gardens, Florida, United States
G4S US Investments Limited	Ordinary	100%	Security Services	5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT
G4S Youth Services LLC	Ordinary	100%	Security Services	2000 Riveredge Parkway, Suite GL 100GA 30328 Atlanta, Georgia United States
GFOURS SA	Ordinary	100%	Security Services	Sabana Sur Yamuni 200 Sur de Frente a Consejo Nacional de Produccion, San Jose, Costa Rica
Global Guards C.A	Ordinary	97.6%	Security Services	Calle Mucuchies con Califonia, Edificio Jimmy Piso 1, Oficina 5 CaracasVenezuela
Group 4 Falck Sistemas de Alarmas y Seguridad CA	Ordinary	87.84%	Security Services	Avenida Diego Cisneros, (Principal De Los Ruices) Los Ruices, CaracasVenezuela
Inversiones Setesca	Ordinary	100%	Security Services	Calle 412-40 Bella Vista, Panama Panama

The notes on pages 13 to 25 form an integral part of these financial statements.



## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 10 Investments (continued)

Limpie SA	Ordinary	44%	Security Services	Calle 41, 2-40 Bella Vista, Panama
Renaissance Center Management Company	Ordinary	90.9%	Security Services	601 Abbot Rd., 48823 Lansing, United States
Ronco Consulting Corporation	Ordinary	100%	Security Services	1209 Orange Street DE 19801 Wilmington, Delaware United States
Seguridad Tecnica SA	Ordinary	44%	Security Services	Calle 412-40 Bella Vista, Panama Panama
Setecsa de Venezuela CA	Ordinary	30%	Security Services	Los Ruices Sur, Calle Milan 1013Caracas, Venezuela Venezuela
Titania Insurance Co of America	Ordinary	100%	Security Services	156 College Street, 3 rd Floor05401 VT, IS United States
Tuhneckcaw Inc	Ordinary	100%	Security Services	900 Market Street, Suite 200, DA 19801 Wilmington, Delaware, United States
TWC/FL/01 Inc.	Ordinary	100%	Security Services	2711 Centerville Road, Suite 400 Wilmington DE United States
VEBA Trust	Ordinary	100%	Security Services	1395 University Blvd, 33458 Jupiter, FL, United States
Wackenhut de Guatemala SA	Ordinary	50%	Security Services	Avenida Petapa 42-51, Zona 12 Guatemala City, Guatemala
Wackenhut Electronica SA	Ordinary	47.5%	Security Services	Avenida Petapa 42-51, Zona 12 Guatemala City, Guatemala
Wackenhut Foreign Properties Inc.	Ordinary	100%	Security Services	2711 Centerville rd, 19808 Wilmington, DE, United States
Wackenhut Homeland Security Inc	Ordinary	100%	Security Services	4200 Wackenhut Drive, Suite 100, FL 33410 Palm Beach Gardens, Florida, United States
Wackenhut Mozambique Ltda	Ordinary	90%	Security Services	Rua Mariano Machado nr. 99/186 MaputoMozambique
Wackenhut SA	Ordinary	97.5%	Security Services	20 B.P., 845 Abidjan 20, Ivory Coast

The notes on pages 13 to 25 form an integral part of these financial statements.

## **G4S US Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)**

#### **10 Investments (continued)**

Wackenhut Servicios De Escoltas SA	Ordinary	100%	Security Services	Sabana Sur Yamuni 200 Sur de Frente a Consejo Nacional de Produccion, San Jose, Costa Rica
Wackenhut Servicios de Seguridad SA	Ordinary	100%	Security Services	Sabana Sur Yamuni 200 Sur de Frente a Consejo Nacional de Produccion, San Jose, Costa Rica
Wackenhut US Properties Inc.	Ordinary	100%	Security Services	2711 Centerville rd, 19808 Wilmington, DE, United States

\*Direct ownership

The notes on pages 13 to 25 form an integral part of these financial statements.

## G4S US Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

#### 11 Trade and other receivables

	2016 £ 000	2015 £ 000
Amounts owed from group undertakings (members of the G4S plc group)	480,206	449,718
	<u>480,206</u>	<u>449,718</u>

Amounts owed from group undertakings are interest free, unsecured and repayable on demand.

#### 12 Trade and other payables

	2016 £ 000	2015 £ 000
Amounts due to group undertakings (members of the G4S plc group)	561,251	452,602
	<u>561,251</u>	<u>452,602</u>

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

#### 13 Called up share capital

##### Allotted and fully paid shares

	2016		2015	
	No. 000	£ 000	No. 000	£ 000
Ordinary of £1 each	<u>104,918</u>	<u>104,918</u>	<u>104,918</u>	<u>104,918</u>

#### 14 Parent and ultimate parent undertaking

The immediate parent undertaking is G4S Corporate Services Limited. G4S Plc is the immediate parent undertaking of G4S Corporate Services Limited.

The ultimate parent undertaking and the smallest and largest group to consolidate these financial statements is G4S Plc. Copies of the G4S Plc consolidated financial statements are available upon request from the Company Secretary, 5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT