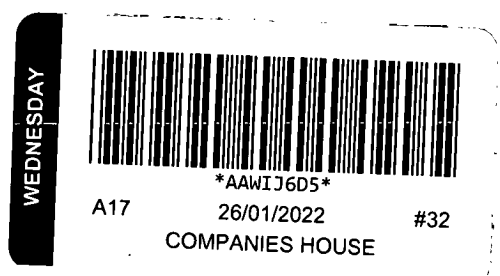


010414 UK Limited

Financial Statements

30 April 2021



010414 UK Limited

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010414 UK Limited

Company Information

Directors	I Ferguson (resigned 1 April 2021) E Wright (appointed 1 April 2021)
Company secretary	A Sullivan
Registered number	08938584
Registered office	PO Box 41 North Harbour Portsmouth Hampshire PO6 3AU

010414 UK Limited

**Directors' Report
For the Year Ended 30 April 2021**

The director presents her annual report and the unaudited financial statements for the year ended 30 April 2021.

Principal activity

The company is dormant and has not traded during the year.

On 27 April 2020 the Company sold its net assets at net book value to IBM United Kingdom Limited as a part of a group restructuring. The Company ceased trading during the year 2020.

Results and dividends

The profit for the year, after taxation, amounted to \$NIL (2020 - \$2,700).

The director does not recommend payment of a dividend (2020: nil).

Directors

The directors who served during the year and up to the signings these financial statements were:

I Ferguson (resigned 1 April 2021)

E Wright (appointed 1 April 2021)

Strategic report

The company has taken advantage under Section 414B of the Companies Act 2006 from including a Strategic Report in its financial statements.

Going concern

The company has been reviewed as part of group corporate restructuring and consideration is being given to potential liquidation of the company in the foreseeable future. As a result, the financial statements were prepared on a basis other than that of a going concern.

Qualifying third party indemnity provisions

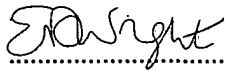
As permitted by the Articles of Association, the director has the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The company has granted this indemnity in favour of the director of the company as is permitted by Section 232-235 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. International Business Machines Corporation has purchased Directors' and Officers' liability insurance cover for the director against liabilities arising in relation to the company, as permitted by the Companies Act 2006. This insurance does not cover criminal activity.

Directors' Report (continued)
For the Year Ended 30 April 2021

Post balance sheet events

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

This report was approved and signed by:



.....
E Wright
Director

Date: 17 January 2022

010414 UK Limited

**Statement of Comprehensive Income
For the Year Ended 30 April 2021**

	Note	2021 \$	16 months to 30 April 2020 \$
Other operating income		-	790
Operating profit	2	-	790
Interest receivable and similar income	5	-	2,543
Profit before tax		-	3,333
Tax on profit	6	-	(633)
Profit for the financial year		-	2,700
Total comprehensive income for the year		-	2,700

The company has not traded during the year. During this period, the company received no income and incurred no expenditure and therefore made neither profit or loss.

The notes on pages 7 to 11 form part of these financial statements.

010414 UK Limited
Registered number:08938584

Statement of Financial Position
As at 30 April 2021

	Note	2021 \$	2020 \$
Current assets			
Debtors: amounts falling due within one year	7	152,368	152,368
		<u>152,368</u>	<u>152,368</u>
Net assets		<u>152,368</u>	<u>152,368</u>
Capital and reserves			
Called up share capital	9	3	3
Share premium account		10,349,999	10,349,999
Profit and loss account		(10,197,634)	(10,197,634)
Total equity		<u>152,368</u>	<u>152,368</u>

For the year ended 30 April 2021, the company was entitled to exemption from audit under section 480 of the Companies Act 2006.

The members have not required the Company to obtain an audit for the 2021 in accordance with section 476 of the Companies Act 2006.

The director acknowledges her responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profits or loss for the financial year, in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements were approved and signed by:



.....
E Wright
Director

Date: 17 January 2022

The notes on pages 7 to 11 form part of these financial statements.

010414 UK Limited

Statement of Changes in Equity
For the Year Ended 30 April 2021

	Called up share capital	Share premium account	Profit and loss account	Total equity
	\$	\$	\$	\$
At 1 January 2019	3	10,349,999	(10,200,334)	149,668
Comprehensive income for the year				
Total comprehensive income for the financial year	-	-	2,700	2,700
At 30 April 2020	3	10,349,999	(10,197,634)	152,368
At 30 April 2021	3	10,349,999	(10,197,634)	152,368

The notes on pages 7 to 11 form part of these financial statements.

**Notes to the Financial Statements
For the Year Ended 30 April 2021**

1. Accounting policies

1.1 Basis of preparation of financial statements

010414 UK Limited (the company) is a private company limited by shares and is incorporated and domiciled in Great Britain and registered in England & Wales under the Companies Act 2006. The address of its registered office is shown on page 1 of these financial statements.

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

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

1.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102:

- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

1.3 Dormant status

The company was dormant (within the meaning of Section 480 of the Companies Act 2006) throughout the year ended 30 April 2021. The company has not traded during this year. During this period, the company received no income and incurred no expenditure and therefore made neither profit nor loss. The financial statements have been prepared on a basis other than going concern.

1.4 Financial instruments

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

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities, including amounts owed by and to group undertakings.

Financial assets

Basic financial assets are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. At the end of each reporting period, they are assessed for objective measurement of impairment and any impairment loss is recognised in the income statement.

Amounts owed by group undertakings

Amounts owed by group undertakings receivable within one year are recorded at transaction price. At the end of each reporting period, they are assessed for objective measurement of impairment and any impairment loss is recognised in the income statement.

**Notes to the Financial Statements
For the Year Ended 30 April 2021**

1. Accounting policies (continued)

1.5 Foreign currency translation

The financial statements of the company are presented in US Dollars, which is the functional currency of the company.

Transactions denominated in foreign currencies are translated at the rate prevailing at the transaction date. Foreign exchange differences are recognised in the income statement in the year of settlement of these items.

At each reporting date, monetary items denominated in currencies other than US Dollars are translated at the rates prevailing at the reporting date. The resulting foreign exchange differences are recognised in the income statement for the year.

1.6 Interest

Interest expense and income is recognised on an accrual basis using the rate of interest specified in the underlying agreement.

1.7 Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

1.8 Related party transactions

The company discloses transactions with related parties which are not wholly owned within the same group. It is exempt from disclosing other related party transactions as they are with parties that are wholly owned within the group.

2. Operating profit

The operating (loss)/ profit is stated after crediting/(charging):

	2021	16 months to 30 April 2020
	\$	\$
Exchange differences	-	(790)
	<u> </u>	<u> </u>

**Notes to the Financial Statements
For the Year Ended 30 April 2021**

3. Auditors' remuneration

There are no audit fees for the year as the company was entitled to exception from audit (2020: £4,000).

Auditors' remuneration in respect of the audit of the company's financial statements for the year 2020 of £4,000 was borne by a fellow subsidiary, IBM United Kingdom Limited, and is excluded from the results of the company. The results of IBM United Kingdom Limited are presented in British Pounds Sterling (£), therefore the auditors' remuneration presented above is also in British Pounds Sterling.

4. Employees

The company did not have any employees in the current or preceding year.

The director received no emoluments for her services to the company (2020: \$nil) as her services to this company represent a very small part of her duties to the group as a whole.

5. Interest receivable and similar income

	2021	16 months to 30 April 2020
	\$	\$
Interest receivable from group companies	-	2,543
	<u>-</u>	<u>2,543</u>

6. Taxation

	2021	16 months to 30 April 2020
	\$	\$
Corporation tax		
Current tax on profits for the year	-	633
	<u>-</u>	<u>633</u>
Total current tax	<u>-</u>	<u>633</u>

010414 UK Limited

Notes to the Financial Statements
For the Year Ended 30 April 2021

6. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the period is the same as (2020 - the same as) the standard rate of corporation tax in the UK of 19.00% (2020 - 19.00%) as set out below:

	2021 \$	16 months to 30 April 2020 \$
Profit on ordinary activities before tax	-	3,333
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.00% (2020 - 19.00%)	-	633
Effects of:		
Total tax charge for the year	-	633

Factors that may affect future tax charges

The 2020 Finance Bill removes the reduction of the main rate of corporation tax to 17% which was due to come into effect from 1 April 2020 (as enacted by Finance Act 2016). The tax rate will therefore remain at 19%. The Finance Bill 2021 contains provisions to increase the tax rate from 19% to 25% from 1 April 2023. As this charge has not been substantively enacted at the balance sheet date, it is not reflected in any closing deferred tax balances. The impact of the proposed tax rate change on the deferred tax balances is immaterial.

7. Debtors

	2021 \$	2020 \$
Amounts owed by group undertakings	152,368	152,368
	152,368	152,368

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

**Notes to the Financial Statements
For the Year Ended 30 April 2021**

8. Financial instruments

	2021 \$	2020 \$
Financial assets		
Financial assets that are debt instruments measured at amortised cost	<u>152,368</u>	<u>152,368</u>

Financial assets measured at amortised cost comprise amounts owed by group undertakings.

9. Called up share capital

	2021 \$	2020 \$
Allotted, called up and fully paid		
2(2020 - 2) Ordinary shares of £1.00 each	<u>3</u>	<u>3</u>

10. Related party transactions

The company is exempt from disclosing related party transactions with other companies that are wholly owned within the group. There are no transactions to disclose with related parties which are not wholly owned within the same group.

11. Controlling party

The company's immediate parent undertaking is IBM United Kingdom Limited, which is registered in England and Wales.

The company's ultimate parent undertaking and controlling party is International Business Machines Corporation which is incorporated in the United States of America and is the parent undertaking of the smallest and largest group to consolidate these financial statements. Copies of the financial statements of this undertaking may be obtained from IBM Corporate Headquarters, New Orchard Road, Armonk, New York 10504, USA.