

Company Registration No. 00238525 (England and Wales)

CABLE & WIRELESS LIMITED
ANNUAL REPORT AND FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2021

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COMPANIES HOUSE

CABLE & WIRELESS LIMITED

COMPANY INFORMATION

Directors

L H Pegg
M E Read

Secretary

L H Pegg

Company number

00238525

Registered office

Griffin House
161 Hammersmith Road
London
W6 8BS
United Kingdom

Auditor

RSM UK Audit LLP
Chartered Accountants
Central Square
5th Floor
29 Wellington Street
Leeds
LS1 4DL

CABLE & WIRELESS LIMITED

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CABLE & WIRELESS LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present the strategic report and financial statements for the year ended 31 December 2021.

Principal activities and business review

The principal activity of Cable & Wireless Limited (the "company") during the year was, and will continue to be, that of a holding company. The investments of the company are shown in Note 16. The term "CWC Group" refers to the company along with other Cable & Wireless Communications group companies.

The company made a loss after tax of \$299 million (2020 - \$327 million).

The company is a wholly owned subsidiary undertaking of Cable & Wireless Communications Limited ("CWC"), which is itself a wholly owned subsidiary of Liberty Latin America Ltd. ("LLA"), an international provider of fixed, mobile and subsea telecommunications services.

LLA provides residential and business-to-business (B2B) services in (i) over 20 countries, primarily in Latin America and the Caribbean, through CWC, (ii) Chile, through VTR, (iii) Costa Rica, through Cabletica, and (iv) Puerto Rico, through Liberty Puerto Rico.

CWC also provides (i) B2B services in certain other countries in Latin America and the Caribbean and (ii) wholesale communication services over its subsea and terrestrial fibre optic cable networks that connect over 40 markets in that region.

The directors do not use key performance indicators (KPI's) to assess the performance of the company as its principal activity is that of a holding company.

The company has not received any dividends from its subsidiaries during the year (2020 - \$nil).

During the year, key movements in the balance sheet include an increase in intercompany creditors of \$300 million and an increase in investments of \$1 million. The increase in intercompany creditors is the result of the up-streaming/down-streaming of funds within the CWC Group intercompany loan structure given the fact that CWC Group operates as a credit group as a whole. The increase in investments is attributed to fair value adjustments on the company's financial assets held at fair value.

Loss before taxation decreased by \$28 million compared to the prior year. The decrease is primarily the result of a lower interest expense on amounts owed to group undertakings throughout the current financial year.

Principal risks and uncertainties

Financial and operational risk management is undertaken as part of the LLA group operations as a whole. The company's operations expose it to a variety of operational and financial risks. These are considered in more detail in the financial statements of LLA which are available from LLA's website at www.lla.com.

Future outlook

The directors will continue to review management policies in light of changing trading and market conditions. Further details of the future outlook of the group is provided in the financial statements of LLA which are available from their website at www.lla.com.

CABLE & WIRELESS LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Financial instruments

Exposure to fair value interest rate risk, foreign currency risk and credit risk arises in the normal course of the company's business.

Currency risk

Management regularly monitor the company's currency positions and exchange rate movements and make currency decisions as appropriate.

Fair value interest rate risk

The company's exposure to interest rate risk is limited to those interest-bearing notes indexed to market rates (receivable or payable) with other CWC Group entities. The company does not hedge its interest rate risk.

Credit risk

Since the company does not have trade activities, credit risk is only limited to the borrowing and lending activities with other CWC Group entities. CWC Group operates as a single standalone credit pool and the intercompany lending and borrowing within the CWC Group is managed by the group treasury function.

s.172 statement

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 ('s.172') when performing their duty to promote the success of the company under s.172.

The principal activity of the company is that of a holding company for which there are no external customers or suppliers. The company also has no directly employed staff members. Therefore, the impact on the environment, community and other stakeholders is minimal. The directors consider which course of action best delivers the aim of the company in the long-term and in doing so, act fairly as between the company and CWC Group's members whilst considering other stakeholders where appropriate.

On behalf of the Board of Directors:



.....
L H Pegg
Director

Date: 28/09/22
.....

CABLE & WIRELESS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

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

Results and dividends

The results for the year are set out on page 8.

The directors have not recommended an ordinary dividend (2020 - \$nil).

Directors

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

L H Pegg
M E Read

Qualifying third party indemnity provisions

The company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the reporting date.

Auditor

In accordance with the company's articles, a resolution proposing that RSM UK Audit LLP be reappointed as auditor of the company will be put at a General Meeting.

Strategic report

The company has chosen in accordance with Companies Act 2006, s. 414C(11) to set out in the company's strategic report information required by Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, Sch. 7 to be contained in the directors' report. It has done so in respect of future outlook and financial instruments.

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, each director has taken all the necessary steps that they ought to have taken as a director in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

Carbon reporting

Due to the nature of the company, there are no carbon emissions nor energy consumed as part of its ongoing principal activity in the UK. Therefore management do not consider there to be any further disclosures required in accordance with the mandatory requirements of the Streamlined Energy & Carbon Reporting Regulations ("SECR").

On behalf of the Board of Directors:



.....
L H Pegg
Director

Date: 28/09/22
.....

CABLE & WIRELESS LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101: Reduced Disclosure Framework ("FRS 101"). 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, including FRS 101, 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CABLE & WIRELESS LIMITED

Opinion

We have audited the financial statements of Cable & Wireless Limited (the 'company') for the year ended 31 December 2021 which comprise the profit and loss account and statement of other comprehensive income, the balance sheet, the statement of changes in equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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.

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 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.

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CABLE & WIRELESS LIMITED (CONTINUED)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

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

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

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the company operates in and how the company is complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CABLE & WIRELESS LIMITED (CONTINUED)

The extent to which the audit was considered capable of detecting irregularities, including fraud (Continued)

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 101, the Companies Act 2006 and tax compliance regulations. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing financial statement disclosures and inspecting correspondence with local tax authorities.

The audit engagement team identified the risk of management override of controls as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments and evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Peter Adams

Peter Adams FCA (Senior Statutory Auditor)
For and on behalf of RSM UK Audit LLP, Statutory Auditor
Chartered Accountants
Central Square
5th Floor
29 Wellington Street
Leeds
LS1 4DL
28/09/22
.....

CABLE & WIRELESS LIMITED

PROFIT AND LOSS ACCOUNT AND STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 \$M	2020 \$M
Administrative expenses	3	(2)	(3)
Interest receivable and similar income	5	1	1
Interest payable and similar expenses	6	(298)	(325)
Loss before taxation		(299)	(327)
Tax on loss	7	-	-
Loss for the financial year		(299)	(327)
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Actuarial gain on defined benefit pension schemes		1	-
Fair value gain on AFS investments (UK Gilts)		1	-
Total items that will not be reclassified to profit or loss		2	-
Total other comprehensive income for the financial year		2	-
Loss and total comprehensive income for the financial year		(297)	(327)

The notes on pages 11 to 47 form an integral part of the financial statements.

CABLE & WIRELESS LIMITED**BALANCE SHEET****AS AT 31 DECEMBER 2021**

	Note	2021 \$M	2020 \$M
Non-current assets			
Investments	8	12,208	12,207
Current assets			
Debtors	9	6,429	6,430
Current liabilities			
Creditors	10	12,951	12,631
Taxation and social security		1	1
		12,952	12,632
Net current liabilities		(6,523)	(6,202)
Total assets less current liabilities		5,685	6,005
Non-current liabilities			
Creditors	10	2,417	2,437
Provisions for liabilities			
Retirement benefit obligations	11	41	44
Net assets		3,227	3,524
Equity			
Called up share capital	12	-	-
Fair value reserve	13	19	19
Special reserve	13	2,139	2,139
Other reserves	13	1,582	1,582
Profit and loss reserves	13	(513)	(216)
Total equity		3,227	3,524

The financial statements were approved by the board of directors and authorised for issue on 28/09/22 and are signed on its behalf by:



M E Read
Director

The notes on pages 11 to 47 form an integral part of the financial statements.

CABLE & WIRELESS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

	Called up share capital \$M	Fair value reserve \$M	Special reserve \$M	Other reserves \$M	Profit and loss reserves \$M	Total \$M
Balance at 1 January 2020	-	19	2,139	1,582	111	3,851
Loss and total comprehensive income for the financial year	-	-	-	-	(327)	(327)
Balance at 31 December 2020	-	19	2,139	1,582	(216)	3,524
Loss for the financial year	-	-	-	-	(299)	(299)
Other comprehensive income:						
Actuarial gain on defined benefit plans	-	-	-	-	1	1
Fair value gain on AFS investments (UK Gilts)	-	-	-	-	1	1
Loss and total comprehensive income for the financial year	-	-	-	-	(297)	(297)
Balance at 31 December 2021	-	19	2,139	1,582	(513)	3,227

The notes on pages 11 to 47 form an integral part of the financial statements.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Company information

The company is a private company limited by shares incorporated in England and Wales. The registered office is Griffin House, 161 Hammersmith Road, London, United Kingdom, W6 8BS.

The company's principal activities and nature of its operations are disclosed in the Strategic Report.

The company is exempt by virtue of section 401 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group.

The smallest and largest groups of which the company is a member and into which the company's accounts were consolidated at 31 December 2021 are Cable & Wireless Communications Limited ("CWC" or the "CWC Group") and Liberty Latin America Ltd. ("LLA"), respectively.

Accounting convention

The financial statements have been prepared in accordance with Financial Reporting Standard 101: "Reduced Disclosure Framework" ("FRS 101") and in accordance with applicable accounting standards.

In preparing these financial statements, the company applies the recognition and measurement requirements of UK-adopted international accounting standards, amended where necessary in order to comply with Companies Act 2006.

The financial statements are prepared in US dollars, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest million.

The financial statements have been prepared under the historical cost basis. The principal accounting policies adopted are set out below.

Reduced disclosures

As permitted by FRS 101, the company has taken advantage of the following disclosure exemptions from the requirements of IFRS:

- presentation of a Statement of Cash Flows and related notes;
- disclosure of the objectives, policies and processes for managing capital;
- disclosure of the key categories of financial instrument and the nature and extent of risks arising on these financial instruments;
- disclosure of the future impact of new international accounting standards in issue but not yet effective at the reporting date;
- for financial instruments measured at fair value and within the scope of IFRS 13, the valuation techniques and inputs used to measure fair value, the effect of fair value measurements with significant unobservable inputs on the result of the period and the impact of credit risk on the fair value; and
- related party disclosures for transactions with the parent or wholly owned members of the group.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

Going concern

Notwithstanding net current liabilities of \$6,523 million (2020 - \$6,202 million) as at 31 December 2021 and a loss for the year then ended of \$299 million (2020 - \$327 million), the financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

It is not the practice of the CWC Group to prepare forecasts and projections for individual entities that are wholly owned by the group, as operational and financial management is undertaken at a group level. However, forecasts and projections have been prepared for the CWC Group as a whole and these showed that cash on hand, together with cash from operations and the undrawn revolving credit facility, are expected to be sufficient for the CWC Group's and hence the company's cash requirements through to at least 12 months from the approval of these financial statements.

This is dependent on the group undertakings not seeking repayment of the amounts currently due to them. The group undertaking funding company is a wholly owned subsidiary of CWC and CWC has indicated that it does not intend to seek repayment of these amounts for the period covered by the forecasts. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so. A letter of support has been provided by Cable & Wireless Communications Limited.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

Fixed asset investments

Investments in group undertakings are recorded at cost, less provision for impairment as appropriate. The company assesses at each reporting date whether there is an indication that an investment may be impaired. If any such indication exists, the company makes an estimate of the investment's recoverable amount. Where the carrying amount of an investment exceeds its recoverable amount, the investment is considered impaired and is written down to its recoverable amount. A previously recognised impairment loss is reversed only if there was an event not foreseen in the original impairment calculations, such as a change in use of the investment or a change in economic conditions. The reversal of impairment loss would be to the extent of the lower of the recoverable amount and the carrying amount that would have been determined had no impairment loss been recognised for the investment in prior years.

Other fixed asset investments are accounted for as financial assets under the fair value through other comprehensive income model as described below.

Non-derivative financial instruments

The investment in UK Government Gilts is measured as a financial asset under the fair value through other comprehensive income model (FVTOCI) in line with the requirements of IFRS 9. A gain or loss on a financial asset measured at FVTOCI is recognised in other comprehensive income, except for impairment gains and losses and foreign exchange gains and losses, until the financial asset is derecognised or reclassified.

We disclose fair value measurements according to a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. Level 1 inputs are quoted market prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. Level 2 inputs are inputs other than quoted market prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. Level 3 inputs are unobservable inputs for the asset or liability. We record transfers of assets or liabilities into or out of Levels 1, 2 or 3 at the beginning of the quarter during which the transfer occurred. During 2021, no such transfers were made. Our investment in the UK Government Gilts falls under Level 1 of the fair view hierarchy.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

Financial assets

Financial assets are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument. Financial assets are classified into specified categories, depending on the nature and purpose of the financial assets.

At initial recognition, financial assets classified as fair value through profit and loss are measured at fair value and any transaction costs are recognised in profit or loss. Financial assets not classified as fair value through profit and loss are initially measured at fair value plus transaction costs.

Financial assets held at amortised cost

Financial instruments are classified as financial assets measured at amortised cost where the objective is to hold these assets in order to collect contractual cash flows, and the contractual cash flows are solely payments of principal and interest. They arise principally from the provision of goods and services to customers (eg trade receivables). They are initially recognised at fair value plus transaction costs directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment where necessary.

Impairment of financial assets

Financial assets, other than those measured at fair value through profit or loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership to another entity.

Amounts due from group undertakings and other debtors

The company assesses on a forward-looking basis the expected credit losses ("ECL") associated with its financial assets carried at amortised cost and with the exposure arising from loan commitments and financial guarantee contracts. The company recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

IFRS 9 outlines a three-stage model for impairment based on the extent of changes in credit quality since initial recognition as summarised below:

- Stage 1: A financial instrument that is not credit-impaired on initial recognition and has its credit risk continuously monitored by the company.
- Stage 2: A financial instrument whose credit risk has increased significantly since the time of initial recognition, but is not yet deemed to be credit-impaired.
- Stage 3: If the financial instrument is credit-impaired, the financial instrument is then moved to Stage 3.

Financial instruments in Stage 1 have their ECL measured at an amount equal to the portion of lifetime expected credit losses that result from default events possible within the next 12 months. Instruments in Stages 2 or 3 have their ECL measured based on expected credit losses on a lifetime basis.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

All of the company's financial assets are at Stage 1 and the company calculates ECL based on the following credit risk parameters:

- Probability of default
- Loss given default
- Exposure at default

The assumptions underlying the ECL calculation are monitored and reviewed on an annual basis. Refer to Note 9 for further details.

Financial liabilities

The company recognises financial debt when the company becomes a party to the contractual provisions of the instruments. Financial liabilities are classified as either 'financial liabilities at fair value through profit or loss' or 'other financial liabilities'.

Derecognition of financial liabilities

Financial liabilities are derecognised when, and only when, the company's obligations are discharged, cancelled, or they expire.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Interest income and expense

Interest income and expense is recognised as it accrues by reference to the principal outstanding and the effective interest rate applicable.

Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the balance sheet date.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the income statement. The directors periodically evaluate positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establish provisions where appropriate.

Income tax is charged or credited to other comprehensive income if it relates to items that are charged or credited to other comprehensive income.

Provisions

Provisions are liabilities of uncertain timing or amount. They are recognised when the company 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 can be reliably estimated.

Provisions are presented in the balance sheet at the present value of the estimated future outflows expected to be required to settle the obligation. The discount rate is the pre tax rate reflecting the assessment of the settlement date. Provision charges and reversals are recognised in the profit and loss account. Discount unwinding is recognised as a finance expense.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

Retirement benefits

The CWC Group operates pension schemes for its current and former UK employees for which the company is the sponsoring employer. These schemes include both defined benefit schemes, where retirement benefits are based on employees' remuneration and length of service, and defined contribution schemes, where retirement benefits reflect the accumulated value of agreed contributions paid by, and in respect of, employees. Contributions to the defined benefit schemes are made in accordance with the recommendations of independent actuaries who value the schemes.

The company's net obligation recognised in the statement of financial position in respect of defined benefit pension plans represents the fair value of plan assets less the present value of the defined benefit obligations. Defined benefit obligations for each plan are calculated annually by independent qualified actuaries using the projected unit credit method and key actuarial assumptions at the reporting date. Defined benefit assets are only recognised to the extent they are deemed recoverable.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in full in the period in which they arise through the statement of comprehensive income together with returns on plan assets (excluding net interest taken to the profit and loss account). These re-measurements are not subsequently reclassified to profit and loss.

Other movements in the net deficit or surplus are recognised in the profit and loss account and included within operating costs. These comprise current and past service costs including those arising from settlements and curtailments, and net interest amounts representing the change in the present value of plan obligations and plan assets resulting from the unwinding of the discount.

The CWC Group also operates a defined contribution pension plan for its UK employees under which contributions are recognised as operating costs in the profit and loss account in the period in which they are incurred.

The net interest element is determined by multiplying the net defined benefit liability by the discount rate, taking into account any changes in the net defined benefit liability during the period as a result of contribution and benefit payments.

Remeasurement changes comprise actuarial gains and losses, the effect of the asset ceiling and the return on the net defined benefit liability excluding amounts included in net interest. These are recognised immediately in other comprehensive income in the period in which they occur and are not reclassified to profit and loss in subsequent periods.

The net defined benefit pension asset or liability in the balance sheet comprises the total for each plan of the present value of the defined benefit obligation (using a discount rate based on high quality corporate bonds), less the fair value of plan assets out of which the obligations are to be settled directly. Fair value is based on market price information, and in the case of quoted securities is the published bid price. The value of a net pension benefit asset is limited to the amount that may be recovered either through reduced contributions or agreed refunds from the scheme.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

Foreign exchange

The directors consider the US dollar to be the functional currency reflecting the economic effects of the underlying transactions, events and conditions for the company. The company has therefore presented its financial statements in US dollars and rounded to the nearest million. The principal exchange rates used in preparing the company financial statements are as follows:

	Year ended 31 December 2021	Year ended 31 December 2020
\$: £		
Average	1.3534	1.3442
Period end	1.3316	1.3651

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction or, if hedged forward, at the rate of exchange under the related forward currency contract. Monetary assets and liabilities denominated in foreign currencies are translated using the contracted rate or the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account.

2 Critical accounting estimates and judgements

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount 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 these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Carrying value of investments

Investments are held at cost less any necessary provision for impairment. Where the impairment assessment did not provide any indication of impairment, no provision is required. If any such indications exist, the carrying value of an investment is written down to its recoverable amount. The carrying value of investments held at cost at the balance sheet date was \$12,169 million (2020 - \$12,169 million). At the balance sheet date, the company has an impairment provision over investments of \$518 million (2020 - \$518 million).

Recoverability of intercompany debtors

Intercompany debtors are stated at their recoverable amounts less any necessary provision. Recoverability of intercompany debtors is assessed annually and a provision is recognised as indicated under the ECL impairment model. \$292 million (2020 - \$292 million) loss allowance was recognised at the balance sheet date. The carrying value of intercompany debtors at the balance sheet date was \$6,429 million (2020 - \$6,429 million).

Fair value measurement of financial instruments

Management uses valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and non-financial assets. This involves developing estimates and assumptions consistent with how market participants would price the instrument. Management bases its assumptions on observable data as far as possible but this is not always available. The carrying value of these financial instruments can be seen in Note 8.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

2 Critical accounting estimates and judgements (Continued)

Pension assets and liabilities

The company provides several defined benefit pension schemes for its current and former UK employees, for which the company is the sponsoring employers. The asset or liability recognised in the balance sheet in respect of defined benefit pension plans represents the fair value of plan assets less the present value of the defined benefits obligations at the reporting date. The expected cost of providing these defined benefit pensions will depend on an assessment of such factors as:

- The life expectancy of the members;
- The length of service;
- The rate of salary progression;
- The rate used to discount future net pension assets or liabilities; and
- Future inflation rates.

The assumptions used by the company are set out in Note 11 and are estimates chosen from a range of possible actuarial assumptions which may not necessarily be borne out in practice. Changes to these assumptions could materially affect the defined benefit schemes' liabilities and assets. The carrying value of the liability can be seen in Note 11.

3 Administrative expenses

Administrative expenses include \$2 million (2020 - \$5 million) of defined benefit pension costs.

Administrative expenses includes a credit of \$nil (2020 - \$3 million) in relation to movement in the ECL impairment allowance on current loans receivable from group undertakings except for current interest receivable.

No remuneration was paid to the directors, who are the key management personnel at the company, for qualifying services to this company (2020 - \$nil). All directors' remuneration is borne by and included in the financial statements of Cable & Wireless International HQ Ltd and Lilac Communications Inc., both fellow Liberty Latin America Ltd. group undertakings. The directors have considered the allocation of their total remuneration attributable to providing services to the company. This allocation is not deemed material to warrant further disclosure.

Auditor's remuneration for the audit of these financial statements was \$10,000 (2020 - \$9,200). This has been borne by another group company. Fees payable to the company's auditor and its associates for other services include \$4,000 (2020 - \$4,000) for the preparation of the company's financial statements and \$9,000 (2020 - \$7,300) in relation to tax compliance services. These have been borne by another group company.

4 Employees

The company does not have any directly employed staff and is not charged an allocation of staff costs by the group.

5 Interest receivable and similar income

	2021 \$M	2020 \$M
Other interest income	1	1

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

6 Interest payable and similar expenses

	2021 \$M	2020 \$M
Interest expense on amounts owed to group undertakings	298	325

7 Taxation

The tax assessed for the year is lower than (2020 - lower than) the standard rate of corporation tax in the UK of 19.00% (2020 - 19.00%). The differences are explained below:

	2021 \$M	2020 \$M
Loss before taxation	(299)	(327)
Loss multiplied by the standard rate of corporation tax in the UK	(57)	(62)
Effect of expenses not deductible and income not taxable in determining taxable profit	-	(1)
Group relief surrendered without payment	57	63
Taxation charge for the year	-	-

Factors affecting current and future tax charges

Deferred tax assets are recognised for unused tax losses and allowances to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

As at 31 December 2021, the company had unrecognised deferred tax assets in the UK relating to capital losses of \$57 million (2020 - \$44 million) and other timing differences primarily relating to losses and pension of \$687 million (2020 - \$490 million).

8 Investments

	2021 \$M	2020 \$M
Financial assets held at fair value through other comprehensive income	39	38
Investments in subsidiaries	12,169	12,169
	12,208	12,207

The company's investments, all of which are unlisted, are shown in Note 16.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

8 Investments (Continued)

Movements in fixed asset investments

	Shares in group undertakings \$M	Fair value through other comprehens- ive income (FVTOCI) \$M	Total \$M
Cost or valuation			
At 1 January 2021	12,687	38	12,725
Fair value gain	-	1	1
At 31 December 2021	12,687	39	12,726
Impairment			
At 1 January 2021 & 31 December 2021	(518)	-	(518)
Carrying amount			
At 31 December 2021	12,169	39	12,208
At 31 December 2020	12,169	38	12,207

9 Debtors

	2021 \$M	2020 \$M
Other debtors	-	1
Amounts owed by fellow group undertakings	6,429	6,429
	6,429	6,430

The analysis of amounts owed by group undertakings is:

	2021 \$M	2020 \$M
Loans advanced to group undertakings	1,844	1,844
Loans advanced to parent	4,727	4,727
Other amounts owed by group undertakings	150	150
Allowance for impairment	(292)	(292)
	6,429	6,429

Other amounts owed by group undertakings are interest free and repayable on demand.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Debtors (Continued)

The components of our loans advanced to parent and group undertakings are as follows:

	Face value 2021 \$M	Face value 2020 \$M	Carrying amount 2021 \$M	Carrying amount 2020 \$M
Loan advanced to group undertakings	1,826	1,826	1,826	1,826
Loan advanced to group undertakings	18	18	18	18
Loan advanced to parent	4,727	4,727	4,435	4,435

The loans advanced to group undertakings carry a nil interest rate and are repayable on demand. The loan advanced to parent has an interest rate of 6.59% and is repayable on demand.

At 31 December 2021 the company has applied IFRS 9's practical expedient to the assessment of impairment losses on current intercompany receivables based on historic default rates adjusted to reflect information about current economic conditions and forecast of future economic conditions.

Intercompany loans and other short term receivables

At 31 December 2021 all intercompany loans and other receivables within the company's portfolio were performing with none past due or credit impaired. In calculating ECL the company has assessed that no intercompany loans have experienced a significant increase in credit risk and have therefore all are classified as Stage 1 and a 12 month ECL applied.

A reconciliation of movements in ECL is provided as follows:

	31 December 2020 \$M	Movement in ECL allowance \$M	31 December 2021 \$M
Expected credit loss allowance	292	-	292

The company has determined the ECL allowance through a detailed market comparability analysis. The company based their analysis on the spread of credit default swaps for comparable entities, adjusting the result to take into consideration the historical performance of the ultimate parent and intermediate parent in order to determine a probability of default, which is used to develop the ECL allowance noted above.

The credit risk is the risk of financial loss to the company if the borrower fails to meet its contractual obligations. The maximum exposure of the company's intercompany loans to credit risk is set out below.

	2021 \$M	2020 \$M
Loans advanced to group undertakings	1,844	1,844
Loans advanced to parent	4,727	4,727
Other amounts owed by group undertakings	150	150
	<u>6,721</u>	<u>6,721</u>

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Creditors

	Due within one year		Due after one year	
	2021 \$M	2020 \$M	2021 \$M	2020 \$M
Amounts owed to fellow group undertakings	12,949	12,629	2,417	2,437
Other creditors	2	2	-	-
	<u>12,951</u>	<u>12,631</u>	<u>2,417</u>	<u>2,437</u>

The analysis of amounts owed to group undertakings is:

	2021 \$M	2020 \$M	2021 \$M	2020 \$M
Loans payable to group undertakings	10,007	9,793	2,417	2,437
Loans payable to parent	2,729	2,610	-	-
Interest owed to group undertakings	184	198	-	-
Interest owed to parent	29	28	-	-
	<u>12,949</u>	<u>12,629</u>	<u>2,417</u>	<u>2,437</u>

The components of our loans and borrowings are as follows:

	Currency	2021 \$M	2020 \$M
Loan owed to group undertaking	USD	2,417	2,437
Loan owed to parent	USD	2,729	2,610
Loan owed to group undertaking	USD	10,007	9,793

The first loan has an interest rate of 7.26% and is repayable on 15 September 2027, the second loan has an interest rate of 3 Month LIBOR plus 4.00% and is repayable on demand and the third loan has a nil interest rate and is repayable on demand.

There is no material difference between the carrying value and fair value of trade and other payables at 31 December 2021.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes

The company operates pension schemes for its current and former UK and overseas employees. These schemes include both defined benefit schemes, where retirement benefits are based on employees' remuneration and length of service, and defined contribution schemes, where retirement benefits reflect the accumulated value of agreed contributions paid by, and in respect of, employees. Contributions to the defined benefits schemes are made in accordance with the recommendations of independent actuaries who value the schemes.

Cable & Wireless Superannuation Fund ("CWSF")

CWC operates the CWSF. This plan provides defined benefits and defined contribution arrangements for current and former employees of the group. The CWSF has been closed to new defined benefits members since 1998 and was closed to future accrual of benefits effective from 31 March 2016.

Regulatory framework and governance

The assets of the CWSF are held in trustee-administered funds governed by UK regulations, as is the nature of the relationship between the group and the trustees. Responsibility for the governance of the CWSF, including investment decisions and contribution schedules, lies with the board of trustees who must consult with the group on such matters. The board of trustees must be composed of representatives of the group, plan participants and an independent trustee in accordance with the CWSF's governing documents.

The weighted average duration of the total expected benefit payments from the CWSF is 13 years, and the weighted average duration of the expected uninsured benefits payments from the CWSF is 18 years.

Funding arrangements

The latest triennial actuarial valuation of the CWSF was carried out by independent actuaries Willis Towers Watson Limited as at 31 March 2019.

The valuation did not result in the group making any deficit recovery payment to the CWSF.

CWC paid a total contribution of \$1 million over the twelve months to 31 December 2021 (2020 - \$1 million), to the CWSF. The best estimate of contributions to the CWSF for 2022 is \$1 million for expense contributions.

Minimum funding requirement and asset ceiling

There are currently no agreed future deficit recovery payments to constitute a minimum funding requirement. An adjustment to the balance sheet in the CWSF to account for the minimum funding requirement (calculated in accordance with IFRIC14 *The limits on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*) is therefore not required. This was also the case at the previous year end.

There is a surplus in the CWSF as at 31 December 2021. In accordance with IFRIC14 *The limits on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction* an asset ceiling of \$193 million has been applied to restrict the surplus to \$nil. Last year an asset ceiling of \$188 million was applied.

Asset-liability matching

During 2008, the CWSF trustee agreed an insurance buy-in of the UK pensioner liabilities with Prudential Insurance. The buy-in involved the purchase of a bulk annuity policy by the CWSF under which Prudential Insurance assumed responsibility for the benefits payable to the CWSF's UK pensioners. In December 2011, a further 233 pensioners, having commenced with pensions in payment since the original maturity, were brought within the bulk annuity policy. These pensioner liabilities and the matching annuity policy remain within the CWSF. In 2017 and 2019 the pensioner buy-in policy was extended to cover a further 359 and 129 members respectively. Approximately 68% of the liabilities in the CWSF are matched by the annuity policy asset which reduces the funding risk for the CWC Group.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

GMP inequalities

In October 2018 the High Court ruled in a case involving Lloyds Banking Group that inequalities in pension scheme benefits arising from unequal Guaranteed Minimum Pensions ("GMP's") need to be removed. The legal process is not yet complete, but the case is expected to have an impact on the CWSF. As a result an allowance of \$16.4 million was included as a past service cost as at 31 October 2018.

A subsequent High Court judgement in the Lloyds Banking Group case resulted in a further prior service cost of \$2.8m being included as at 20 November 2020.

UK unfunded pension arrangements

The group operates unfunded defined benefits arrangements in the UK. These primarily relate to pension provisions for former directors and other senior employees in respect of their earnings in excess of the previous inland revenue salary cap.

The arrangements are governed by individual trust deeds. One arrangement incorporates a covenant requiring the group to hold security against the value of liabilities. The security is in the form of UK Government Gilts which are held separately as available for sale assets as detailed in Note 8.

The weighted average duration of the expected benefit payments from the unfunded arrangement is 12 years.

IAS 19 Employee benefits valuation - CWSF and other schemes

The IAS 19 valuations of the major defined benefit pension schemes and medical plans operated by the company have been updated to 31 December 2021 by qualified independent actuaries. Lane, Clark & Peacock LLP prepared the valuation for the CWSF and the UK unfunded arrangements.

The main financial assumptions applied in the valuations and an analysis of the schemes' assets are as follows:

	2021 CWSF % pa	2021 UK unfunded % pa	2020 CWSF % pa	2020 UK unfunded % pa
Significant actuarial assumptions				
RPI inflation assumption	3.45	3.45	2.90	2.90
RPI inflation assumption - CWSF uninsured liability	3.30	-	2.85	-
Discount rate	1.75	1.75	1.15	1.15
Discount rate - CWSF uninsured liability	1.75	-	1.25	-
Other related actuarial assumptions				
CPI inflation assumption	2.65	2.65	2.10	2.10
CPI inflation assumption - CWSF uninsured liability	2.50	-	2.05	-
Pension increases (1)	2.10-3.25	2.50-3.25	1.85-2.80	1.85-2.80
	=====	=====	=====	=====

(1) Increases to pensions are primarily linked to RPI inflation before and after retirement

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Mortality assumptions - CWSF and UK unfunded	2021	2020
Assumed life expectations on retirement at age 60:	Years	Years
Retiring today		
- Male pensioners and dependents	27.4	27.4
- Female pensioners	27.6	27.5
- Female dependents	28.1	28.0
	<u> </u>	<u> </u>
Retiring in 10 years		
- Male pensioners and dependents	28.0	28.0
- Female pensioners	28.4	28.3
- Female dependents	28.9	28.8
	<u> </u>	<u> </u>
Retiring in 20 years		
- Male pensioners and dependents	28.9	28.9
- Female pensioners	29.2	29.2
- Female dependents	29.7	29.6
	<u> </u>	<u> </u>

Assumptions used are best estimates from a range of possible actuarial assumptions, which may not necessarily be borne out in practice. The assumptions shown above for other schemes represent a weighted average of the assumptions used for the individual schemes.

The assumptions regarding current mortality rates in retirement for the CWSF and UK unfunded schemes were set having regard to the actual experience of the CWSF's pensioners and dependants. In addition, allowance was made for future mortality improvements in line with the 2020 CMI core projections, subject to a long term rate of improvement of 1.25% pa.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Risks

Through its defined benefit pension plans, the company is exposed to a number of risks, the most significant of which are detailed below.

The balance sheet net pension liability is a snapshot view which can be significantly influenced by short-term market factors.

The calculation of the surplus or deficit depends, therefore, on factors which are beyond the control of the company, principally the value at the balance sheet date of equity shares in which the scheme has invested and long-term interest rates which are used to discount future liabilities. The funding of the scheme is based on long-term trends and assumptions relating to market growth, as advised by qualified actuaries and investment advisors:

- Investment returns: The company's net balance sheet, and contribution requirements are dependent upon the return on the assets invested in by the schemes;
- Longevity: The cost to the company of the pensions promised to members is dependent upon the expected term of these payments. To the extent that members live longer than expected this will increase the cost of these arrangements; and
- Inflation rate risk: In the UK, the pension promises are, in the main, linked to inflation, and higher inflation will lead to higher liabilities.

The above risks have been mitigated for a large proportion of the CWSF's population and all of the Jamaican scheme's liabilities through purchase of insurance policies, the payments from which match the promises made to employees. Remaining investments risks in the CWSF have also been mitigated to some extent by diversification of the return-seeking assets.

In addition, the defined benefit obligation as measured under IAS 19 is linked to yields on AA rated corporate bonds, however, a significant proportion of the company's arrangements invest in a number of other assets which will move in a different manner from these bonds. Therefore, changes in market conditions may lead to volatility in the net pension liability on the company's balance sheet and in other comprehensive income, and to a lesser extent in the IAS 19 pension expense in the company's profit and loss account.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Sensitivity of the defined benefit obligations to changes in assumptions

Scheme obligations would have been affected by changes in assumptions as follows:

CWSF and UK unfunded		2021 \$M	2020 \$M
<i>Discount rate</i>			
Effect on defined benefit obligations at 1% change	- increase	(204)	(233)
	- decrease	259	290
Effect on obligation net of bulk annuity at 1% change	- increase	(97)	(103)
	- decrease	126	133
<i>RPI inflation (and related increases)</i>			
Effect on defined benefit obligation at 1% change	- increase	136	168
	- decrease	(129)	(154)
Effect on obligation net of bulk annuity at 1% change	- increase	72	79
	- decrease	(67)	(70)
<i>Life expectancy</i>			
Effect on defined benefit obligation at one year change	- increase	99	102
	- decrease	(91)	(99)
Effect on obligation net of bulk annuity at one year change	- increase	25	24
	- decrease	(25)	(24)

The above analysis is based on a standalone change in each assumption while holding all other assumptions constant. The impact on the net liability is significantly reduced for the CWSF scheme as a result of the annuity policies held. In the absence of such policies, the impact on the net liability would be much closer to the significantly higher impact on the defined benefit obligation.

The methods used in preparing the sensitivity analysis did not change compared to the prior period. Using the projected unit method for the valuation of liabilities, the current service cost is expected to increase when expressed as a percentage of pensionable payroll as the members of the scheme approach retirement.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Assets and liabilities

The assets and liabilities of the defined benefit pension schemes operated by the group were as follows:

			2021
	CWSF \$M	UK unfunded \$M	Total \$M
Total fair value of plan assets	1,902	-	1,902
Present value of funded obligations	(1,709)	-	(1,709)
Excess of assets of funded obligations	193	-	193
Present value of unfunded obligations	-	(41)	(41)
Effect of asset ceiling	(193)	-	(193)
Net deficit	-	(41)	(41)
Defined benefit pension plans in deficit	-	(41)	(41)
Net deficit	-	(41)	(41)
			2020
	CWSF \$M	UK unfunded \$M	Total \$M
Total fair value of plan assets	2,040	-	2,040
Present value of funded obligations	(1,852)	-	(1,852)
Excess of assets of funded obligations	188	-	188
Present value of unfunded obligations	-	(44)	(44)
Effect of asset ceiling	(188)	-	(188)
Net deficit	-	(44)	(44)
Defined benefit pension plans in deficit	-	(44)	(44)
Net deficit	-	(44)	(44)

Included within these liabilities is an amount of \$31 million (2020 - \$32 million) to cover the cost of former directors' pension entitlements.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

The amounts recognised in the income statement were as follows:

			2021
	CWSF	UK unfunded	Total
Net interest on defined benefit liability/(asset)	-	1	1
Administration expenses	1	-	1
	<u>1</u>	<u>-</u>	<u>1</u>
Total costs	<u>1</u>	<u>1</u>	<u>2</u>
	<u>1</u>	<u>1</u>	<u>2</u>
			2020
	CWSF \$M	UK unfunded \$M	Total \$M
Net interest on defined benefit liability/(asset)	-	1	1
Past service cost	3	-	3
Administration expenses	1	-	1
	<u>4</u>	<u>-</u>	<u>4</u>
Total costs	<u>4</u>	<u>1</u>	<u>5</u>
	<u>4</u>	<u>1</u>	<u>5</u>

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Changes in the net liability recognised in the statement of financial position (after application of asset limit):

			2021
	CWSF \$M	UK unfunded \$M	Total \$M
Net liability at start of period	-	(44)	(44)
Net (expense)/credit recognised in profit and loss account	(1)	(1)	(2)
Net (expense)/credit recognised outside the profit and loss account	-	2	2
Contributions paid by employers	1	2	3
	<u>-</u>	<u>(41)</u>	<u>(41)</u>
Net liability at end of period	-	(41)	(41)
	<u>-</u>	<u>(41)</u>	<u>(41)</u>
			2020
	CWSF \$M	UK unfunded \$M	Total \$M
Net liability at start of period	-	(41)	(41)
Effect of exchange rate fluctuations	-	(1)	(1)
Net (expense)/credit recognised in profit and loss account	(4)	(1)	(5)
Net (expense)/credit recognised outside the profit and loss account	3	(3)	-
Contributions paid by employers	1	2	3
	<u>-</u>	<u>(44)</u>	<u>(44)</u>
Net liability at end of period	-	(44)	(44)
	<u>-</u>	<u>(44)</u>	<u>(44)</u>

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Movements in the present value of defined benefit obligations are as follows:

		UK	2021
	CWSF	unfunded	Total
	\$M	\$M	\$M
At 1 January 2021	(1,852)	(44)	(1,896)
Benefits paid	79	2	81
Actuarial gains and losses	71	2	73
Interest cost	(21)	(1)	(22)
Exchange differences	14	-	14
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2021	(1,709)	(41)	(1,750)
	<u> </u>	<u> </u>	<u> </u>
			2020
	CWSF	UK	Total
	\$M	unfunded	\$M
At 1 January 2020	(1,695)	(41)	(1,736)
Past service cost	(3)	-	(3)
Benefits paid	78	2	80
Actuarial gains and losses	(143)	(3)	(146)
Interest cost	(31)	(1)	(32)
Exchange differences	(58)	(1)	(59)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2020	(1,852)	(44)	(1,896)
	<u> </u>	<u> </u>	<u> </u>

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Changes in the fair value of defined benefit assets are as follow:

			2021
	CWSF \$M	UK unfunded \$M	Total \$M
At 1 January 2021	2,040	-	2,040
Interest on plan assets	23	-	23
Actuarial gain/(loss) on changes in assumptions	(66)	-	(66)
Employer contributions	1	2	3
Benefits paid	(79)	(2)	(81)
Administration expenses	(1)	-	(1)
Exchange differences	(16)	-	(16)
At 31 December 2021	1,902	-	1,902
	CWSF \$M	UK unfunded \$M	2020 Total \$M
At 1 January 2020	(1,854)	-	(1,854)
Interest on plan assets	34	-	34
Actuarial gain/(loss) on changes in assumptions	167	-	167
Employer contributions	1	2	3
Benefits paid	(78)	(2)	(80)
Administration expenses	(1)	-	(1)
Exchange differences	63	-	63
At 31 December 2020	2,040	-	2,040

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Retirement benefit schemes (Continued)

Changes in the fair value of minimum funding requirement/asset ceiling are as follows:

	CWSF \$M	UK unfunded \$M	2021 Total \$M
At start of period	188	-	188
Interest on minimum funding/asset ceiling requirement	2	-	2
Change in effect of minimum funding/asset ceiling - (gain)/loss	5	-	5
Exchange differences	(2)	-	(2)
At end of period	193	-	193
	<u>193</u>	<u>-</u>	<u>193</u>
			2020
	CWSF \$M	UK unfunded \$M	Total \$M
At start of period	159	-	159
Interest on minimum funding/asset ceiling requirement	3	-	3
Change in effect of minimum funding/asset ceiling - (gain)/loss	20	-	20
Exchange differences	6	-	6
At end of period	188	-	188
	<u>188</u>	<u>-</u>	<u>188</u>

The fair value of plan assets at the reporting period end was as follows:

	CWSF assets Quoted 2021 \$M	CWSF assets Unquoted 2021 \$M	CWSF assets Quoted 2020 \$M	CWSF assets Unquoted 2020 \$M
Equity instruments	54	-	63	-
Debt instruments	672	-	701	-
Annuity policies	-	1,113	-	1,219
Diversified growth fund	46	-	40	-
Cash and swaps	-	17	-	17
	<u>772</u>	<u>1,130</u>	<u>804</u>	<u>1,236</u>

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

12 Called up share capital

	2021	2020
	\$	\$
<i>Issued and fully paid</i>		
1 (2020 - 1) Ordinary share of £0.25	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the company.

13 Reserves

Other reserves

Includes a special reserve relating to the cancellation of the share premium account approved at the 2003 Annual General Meeting and confirmed by the Court in February 2004. It will be reduced from time to time by the amount of any increase in the paid-up share capital and share premium account after 20 February 2004 resulting from the issue of new shares for cash or other new consideration.

Other reserves also includes a fair value reserve, a capital redemption reserve and a reserve related to rights granted to equity instruments of the company to the employees of subsidiaries of the company.

Profit and loss reserves

Includes all current and prior period comprehensive profits and losses retained, net of dividends paid.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

14 Guarantees

Guarantees given by the company at the end of the year for which no provision has been made in the financial statements are as follows:

	31 December 2021 \$M	31 December 2020 \$M
Financial guarantees	4,447	4,407

Where the company enters into financial guarantee contracts to guarantee the indebtedness of other companies within the CWC Group, the company considers these to be insurance arrangements and accounts for them as such. In this respect the company treats the guarantee contract as a contingent liability until such time as it becomes probable that the company will be required to make payment under the guarantee.

At 31 December 2021, the company, along with other CWC Group companies, was a joint and several guarantor of Sable International Finance Limited ("SIFL") in its capacity as issuer under a credit facility including a LIBOR plus 2.25% US\$1,510 million (2020 - US\$1,510 million) term loan facility due January 2028 and a revolving credit facility with a borrowing capacity of US\$630 million (2020 - US\$625 million) due January 2026.

In March 2021, the commitments under the existing US\$625 million revolving credit facility were increased by US\$5 million. There were no other material changes to the terms and conditions, nor guarantors, of the revolving credit facility.

At 31 December 2021, the company, along with other CWC Group companies, was a joint and several guarantor of SIFL in its capacity as issuer of US\$495 million (2020 - US\$550 million) of senior secured notes with a coupon rate of 5.75% due September 2027.

In October 2021, the company, along with other CWC Group companies, became a joint and several guarantor of US\$590 million principal amount term loan facility with a rate of LIBOR plus 3.00% due October 15, 2029. Proceeds from the issuance were used to pay (i) \$55 million for the redemption of senior notes due September 2027, (ii) \$500 million for the redemption of senior notes due October 2026, which along with other CWC Group companies as of 2020, was a joint and several guarantor of C&W Senior Financing Designated Activity Company in its capacity as issuer of US\$500 million of senior notes with a coupon rate of 7.50% due October 2026 and (iii) call premiums for pre-cancellation.

At 31 December 2021, the company, along with other CWC Group companies, was a joint and several guarantor of C&W Senior Financing Designated Activity Company in its capacity as issuer of 6.875% US \$1,220 million (2020 - US\$1,220 million) of unsecured senior notes due September 2027.

At 31 December 2021, the company was a guarantor of timely payment of C&W Communications Inc obligations under a lease agreement amounting to US\$2 million (2020 - US\$2 million).

In addition, the company, as is considered standard practice in such agreements, has given guarantees and indemnities in relation to a number of disposals of subsidiary undertakings in prior periods. Generally, liability has been capped at no more than the value of the sales proceeds, although some uncapped indemnities have been given. The company also gives warranties and indemnities in relation to certain agreements including facility sharing agreements. Some of these agreements do not contain liability caps.

Whilst the company has ceased participation in the Merchant Navy Officers Pension Fund ("MNOPF"), it may be liable for contributions to fund a portion of any funding deficits which may occur in the future. At 31 December 2021, the company has no scheduled payments to the MNOPF (31 December 2020 - \$nil) relating to the actuarial valuations made by the MNOPF Trustee as at 31 March 2006, 2009, 2012 and 2015. It is possible that the MNOPF trustee may invoice us in the future for additional amounts to the extent that there is an actuarially determined funding deficit. It is not possible to quantify the amount of any potential additional funding liability at this time.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

15 Parent undertaking and controlling party

The company's immediate parent undertaking is Cable & Wireless Communications Limited.

The smallest and largest groups of which the company is a member and in which the company's accounts were consolidated at 31 December 2021 are CWC and LLA, respectively.

The company's ultimate parent undertaking and controlling party at 31 December 2021 was LLA.

Copies of CWC group accounts, as referred to above, which include the results of this company, are consolidated under US GAAP and are available on the website: www.lla.com.

In addition copies of the consolidated LLA accounts are available on their website at www.lla.com. The address of the ultimate parent undertaking is Clarendon House, 2 Church Street, Hamilton HM11, Bermuda.

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries

Details of the company's subsidiaries as at 31 December 2021 are as follows:

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Direct shareholdings			
C&W Senior Finance Limited	P.O. Box 309, Uglund House, Grand Cayman, KY1 1104, Cayman Islands	100%	Operating
Petrel Communications SA	Societe Fiduciaire, Rue de Rhone 114, 1204 Geneva, Switzerland	100%	In liquidation
Cable & Wireless DI Holdings Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
Cable and Wireless Pension Trustee Limited	Griffin House, 161 Hammersmith Road, London, United Kingdom	100%	Pension trustee
Cable & Wireless Services UK Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Dormant
Cable & Wireless Delaware 1, Inc.	Corporation Trust Center, 1209 Orange Street, Wilmington, New Castle, Delaware, USA	100%	Holding
Indirect shareholdings			
Cable and Wireless (Anguilla) Limited	Babrows's Commercial Complex, P.O. Box 1341, The Valley, Anguilla	100%	Operating
Cable & Wireless Antigua & Barbuda Limited	13 Church Street, St. John's, P.O. Box 1523, Antigua and Barbuda	100%	Operating
Kelcom International (Antigua & Barbuda) Limited	P.O. Box W1624, Long Street, St. John's, Antigua	100%	Operating
Columbus Communications Limited	2A East Mail Drive, Columbus Building, Freeport, Bahamas	100%	Dormant
CWC Bahamas Holdings Limited	Bayside Executive Park Building 3, West Bay Street & Blake Road, P.O. Box N-4875, Nassau, Bahamas	100%	Holding
Antilles Crossing (Barbados) IBC, Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Cable & Wireless (Barbados) Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Cable Jamaica (Barbados) Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
CNL-CWC Networks Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating
Columbus Capital (Barbados) Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Columbus Curacao (Barbados) Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Columbus Eastern Caribbean (Barbados) Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Columbus Holdings (Barbados) SRL	Windsor Lodge, Government Hill, St Michael, Barbados	100%	In liquidation
Columbus International Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Columbus International Capital (Barbados) Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Dormant
Columbus Networks Sales, Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating
Columbus Networks, Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating
Columbus Telecommunications (Barbados) Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating
Columbus Trinidad (Barbados) Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
Columbus TTNW Holdings Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
CWC CALA Holdings Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
CWC-Columbus Asset Holdings Inc.	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
CWI Caribbean Limited	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Operating
New World Network International, Ltd	c/o Deloitte Ltd, Corner House, 20 Parliament Street, Hamilton HM 12, Bermuda	100%	In liquidation
Columbus Networks (Bonaire), N.V.	Ara Hill Top Building A-6, Pletterjiweg Oost 1, Willemstad, Curacao	100%	Operating
CWC Canada Limited	Suite 1100 Scotia Centre 234 Water St, St. John's, Canada, NL A1C 1B6	100%	Operating
Cable & Wireless Jamaica Finance (Cayman) Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Financing
Cable and Wireless (Cayman Islands) Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Operating
CWC WS Holdings Cayman Ltd.	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Holding
Kelfenora Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Financing
Sable International Finance Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Financing
IT Outsource Ltd	94 Solaris Avenue, Camana Bay, Grand Cayman, KY1 1108, Cayman Islands	100%	Operating
Columbus Networks Zona Franca, Limitada	Cra 45 No. 108-27 Torre 3, Piso 9. Bogota, Columbia	100%	Operating
Colombus Networks de Costa Rica S.R.L.	San Jose-Escazú, Edificio Meridiano, Sexto Piso, San Jose, Costa Rica	100%	Operating
Cable & Wireless Curacao Holding B.V.	Kaya Angel J Leañez Kavel 25-16, Curacao	100%	Holding
Columbus Communications Curacao N.V.	Kaya Angel J Leañez Kavel 25-16, Curacao	100%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Columbus Networks Antilles Offshore N.V.	Ara Hill Top Building, Unit A-6, Pletterijwig Oost 1, Curacao	100%	Operating
E-Commercepark N.V.	Kaya Korona 11, Willemstad, Curacao	100%	Operating
Cable & Wireless Dominica Limited	30 Hanover Street, Roseau, Dominica	86%	Operating
Columbus Networks Dominicana, S.A.	Av. Gustavo Mejía Ricart No. 100, Edificio Corporativo 2010, Suite 1102, Ensanche Piantini, Santo Domingo, Dominican Republic	100%	Operating
Columbus Networks de Ecuador S.A.	Calle República del Salvador 1084 Intersec Naciones Unidas, Edificio Masion Blanca Piso 1, Quito, Ecuador	100%	Operating
Columbus Networks El Salvador S.A. de C.V.	Calle Llama del Bosque Pte. Urb. Madre Selva 3, Edificio Avante #4-09, Antiguo Cuscatlán, La Libertad, El Sa, San Salvador, El Salvador	100%	Operating
Cable & Wireless International HQ Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Financing
Columbus Holdings France SAS	38 Rue de Berri, Paris, France	100%	In liquidation
Cable & Wireless Grenada Limited	PO Box 119, Mount Hartman, St George's, Grenada	70%	Operating
Columbus Communications (Grenada) Limited	St. Martin's, Lucas Street St. George's, Grenada	100%	Operating
Columbus Networks de Guatemala, Limitada	Avenida Reforma 9-55 Z.10 Edificio Reforma 10, Nivel 5, Oficina 5-10, Guatemala City, Guatemala	100%	Operating
Columbus Networks (Haiti) S.A.	c/o Cabinet Sales, 62, Rue Geffrard, (Angle Rue Chavannes), Petion-Ville, Haiti	100%	Operating
Columbus Networks de Honduras S.R.L.	Boulevard Suyapa, Condominios Metrópolis, Torre #1, Cuarto Piso, Tegucigalpa M.D.C., Honduras	100%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Cable & Wireless Jamaica Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	92%	Operating
Caribbean Landing Company Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Holding
Chartfield Development Company Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Dormant
Columbus Communications Jamaica Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Operating
Columbus Networks Jamaica Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Operating
Dekal Wireless Jamaica Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Operating
Digital Media & Entertainment Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Operating
Jamaica Digiport International Limited	1 Mangrove Way, Montego Free Zone, Saint James, Jamaica	100%	Operating
Northern Cable & Communication Network Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Dormant
S.A.U.C.E. Communication Network Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	Dormant
S.A.U.C.E. Holdings (Barbados) Limited	Windsor Lodge, Government Hill, St. Michael, Barbados, BB11000, Barbados	100%	Dormant
Columbus Eastern Caribbean Holdings Sarl	46A Avenue J.F. Kennedy, Luxembourg City, L-1855, Luxembourg	100%	Dormant
Columbus Networks de Mexico S.R.L.	Bosque de Duraznos 69, Interior 1101 Colonia, Distrito Federal, Mexico	100%	Operating
Columbus Networks Nicaragua y Compania Limitada	Residencial Los Robles, Plaza El Sol , 2c. al Sur, 1c. al este, 1c. al norte, 1c al este No. 82, Managua, Nicaragua	100%	Operating
Cable & Wireless Puerto Rico Inc.	Corporate Creations Puerto Rico Inc, Metro Office Park #7, Street 1, Suite 204, GUAYNABO, (Puerto Rico), 00968, Puerto Rico	100%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Columbus Networks Centroamerica S. de R.L.	Ara Hill Top Building A-6, Pletterjiweg Oost 1, Willemstad, Curacao	100%	Operating
Columbus Networks Curacao, N.V.	Ara Hill Top Building A-6, Pletterjiweg Oost 1, Willemstad, Curacao	100%	Operating
Columbus Networks Netherlands Antilles N.V.	Ara Hill Top Building A-6, Pletterjiweg Oost 1, Willemstad, Curacao	100%	Operating
Columbus Networks de Panama SRL	Piso 53E, Urbanización Marbella, MMG Tower, Piso 16, Panama, Panama	100%	Operating
Columbus Networks Maritima de Panama S. de R.L.	Calle 53, Urbanización Obarrio, Swiss Tower, piso 16, Ciudad de Panama, Panama	100%	Operating
CWC WS (Panama) SA	East 53rd Street, Marbella Humbolt Tower, 2nd Floor, Panama City, Panama	100%	Dormant
CWC WS Holdings Panama SA	East 53rd Street, MMG Tower, 2nd Floor, Panama, Rep. of Panama, Panama	100%	Holding
Cable & Wireless (Singapore) Pte Limited	112 Robinson Road, #05-01, Singapore, 066902	100%	Holding
Cable & Wireless St. Kitts & Nevis Limited	P.O. Box 86, Cayon Street, Basseterre, St Kitts and Nevis	77%	Operating
Cable & Wireless (St Lucia) Limited	Corinth, Gros-Islet, Saint Lucia	100%	Operating
Columbus Communications (St Lucia) Limited	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Operating
Columbus Eastern Caribbean (St. Lucia) Inc.	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Holding
Antilles Crossing Holding Company (St. Lucia) Limited	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Holding

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Bandserve Inc.	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Operating
Dekal Wireless Holdings Limited	10 Manoel Street, Castries, St. Lucia	100%	Holding
Techvision Inc.	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Holding
Tele (St. Lucia) Inc.	Hewanorra House, Trou Garnier Financial Centre, Pointe Seraphine, Castries, St Lucia	100%	Operating
Cable & Wireless St Vincent and the Grenadines Limited	Halifax Street, Kingstown, St Vincent	100%	Operating
Columbus Holdings Trinidad Unlimited	5th Floor, Newtown Centre, 30-36 Maraval Road, Port of Spain, Trinidad and Tobago	100%	In liquidation
Columbus Communications Trinidad Limited	5th Floor, Newtown Centre, 30-36 Maraval Road, Port of Spain, Trinidad and Tobago	100%	Operating
Columbus Networks International (Trinidad) Ltd.	5th Floor, Newtown Centre, 30-36 Maraval Road, Port of Spain, Trinidad and Tobago	100%	Operating
Cable and Wireless (TCI) Limited	P.O. Box 560, Upper Floor East Wing, The Beatrice Butterfield Building, Butterfield Square, Turks and Caicos Islands	100%	Operating
Cable & Wireless (UK) Group Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Dormant
Cable & Wireless Central Holding Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
Cable and Wireless (CALA Management Services) Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Cable and Wireless (Investments) Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
Cable and Wireless (West Indies) Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
CWC Communications Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Operating
CWC UK Finance Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Financing
CWIG Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
CWIGroup Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
Sable Holding Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Holding
Cable & Wireless Carrier Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Dormant
The Eastern Telegraph Company Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Dormant
The Western Telegraph Company Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	100%	Dormant
Petrel Communications Corporation	Corporation Trust Center, 1209 Orange Street, Wilmington, New Castle, Delaware, United States of America	100%	Dormant
SkyOnline MAYA-1, LLC	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
Columbus Networks USA (2015), Inc	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
Cable & Wireless Communications, LLC	7600 NW 19th St. Ste 600, Miami, USA, FL33126	100%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
Columbus Networks Venezuela S.A.	Centro Lido, Torre C, Piso 5 y 8 Ave. Francisco de Miranda Apartado 50925, Caracas, Venezuela	100%	Operating
Cable and Wireless (BVI) Limited	P.O. Box 440, Road Town, Tortola, British Virgin Islands	100%	Operating
A.SUR Net, Inc.	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
Arcos-1 USA, Inc.	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
Columbus Networks Telecommunications Services USA, Inc.	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
Columbus Networks USA, Inc.	3411 Silverside Road, Tatnall Building Ste 103, Wilmington, New Castle, USA DE19810	100%	Operating
SSA Sistemas Del Peru S.R.L. (Peru) ¹	Ave. Victor Andres Balaunde 147 Edificio Real Tres #702, Centro Empressarial, Lima, Peru	49%	In liquidation
SSA Sistemas El Salvador, S.A. de C.V. ¹	Edificio World Trade Center Torre 1, Nivel 3, San Salvador, Locales 306-3, El Salvador	49%	Operating
SSA Sistemas Nicaragua, Sociedad Anonima ¹	Km. 4½ C. Masaya Edificio CAR 5to piso. Managua Nicaragua	49%	Operating
Sonitel, SA (Panama) ¹	Calle Aquilino de la Guardia, Torre Banco General, Marbella, piso 12-14, Panama City, Panama	49%	Holding
Grupo Sonitel, SA (Panama) ¹	Via Brazil y Calle 1A C Sur Edificio Sonitel, Panama City, Panama	49%	Holding
Cable & Wireless Panama SA ¹	Condominio Plaza Internacional Torre C Via Espana, PO 0834-00659, Panama City, Panama	49%	Operating

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
CWC Cable & Wireless Communications Dominican Republic SA	Avenida Gustavo Mejia Ricart No. 106 Torre Piantini, Suite 802, Santa Domingo, Dominican Republic.	100%	Operating
CWC New Cayman Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Holding
The Bahamas Telecommunications Company Limited ²	#21 John F. Kennedy Drive, PO Box N-3048, New Providence, Nassau, Bahamas	49%	Operating
Columbus Communications St. Vincent and the Grenadines Limited	Lower Bay Street, Kingstown, St Vincent	100%	Operating
Columbus New Cayman Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Holding
Cable and Wireless (EWC) Limited	Craigmuir Chambers, Road Town, Tortola, British Virgin Islands, VG1110	100%	Operating
Coral US Co-Borrower LLC	2711 Centerville Road, Suite 400, Wilmington, Delaware, United States of America	100%	Financing
Latam Technologies Holding I, LLC	2711 Centerville Road, Suite 400, Wilmington, Delaware, United States of America	49%	Dormant
Lazus Peru S.A.C.	Av. Jorge Basadre Nro. 310 Dpto. 802 Edificio Torre America, San Isidro, Lima, Peru	100%	Dormant
FLOW Foundation Limited	2-6 Carlton Crescent, Kingston 5, Jamaica	100%	Charity
Marpin 2K4 Limited	30 Hanover Street, Roseau, Dominica	100%	Operating
C&W Senior Secured Parent Limited	P.O. Box 309, Ugland House, Grand Cayman, KY1 1104, Cayman Islands	100%	Operating
Cable & Wireless Network Services Limited	Cumbernauld House 9th Floor, 1 Victoria Street, HM11, Hamilton, Bermuda	100%	Operating
CWC Acquisitions Holdings Limited	94 Solaris Avenue, Camana Bay, P.O. Box. 1348, George Town, Grand Cayman, KY1-1108, Cayman Islands	100%	Holding

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
C & W Networks (Greater Antilles) Inc	Windsor Lodge, Government Hill, St Michael, Barbados	100%	Holding
D & L Cable & Satellite Network Limited	2-6 Carlton Crescent, Kingston 10, Jamaica	100%	In liquidation
CNW Leasing Limited	Suite 1100 Scotia Centre, 235 Water Street, St. John's Newfoundland A1C 1B6, Canada	100%	Dormant
Karib Cable Inc	Windsor Lodge, Government Hill, St Michaels, Barbados	100%	Operating
Columbus Networks de Colombia S.A.S.	Cra. 45 No. 108 - 27 Torre 3, Piso 9, Bogota, Colombia	100%	Operating
C&W Networks Chile SPA	Calle Miraflores No. 222, P. 28 Norte, Santiago, Chile	100%	Operating
United Telecommunication Services NV	Berg Ararrat 1, Willemstad, Curacao	100%	Holding
Antelecom NV	Berg Ararrat 1, Willemstad, Curacao	100%	Holding
Fiberco NV	Berg Ararrat 1, Willemstad, Curacao	100%	In liquidation
International Data Gateway NV	Berg Ararrat 1, Willemstad, Curacao	100%	Holding
T.V. Distribution Systems (Curacao)	Berg Ararrat 1, Willemstad, Curacao	100%	Holding
United Telecommunication Services (Bonaire) NV	Kaya Grandi 32, Kralendijk, Bonaire	100%	Holding
United Telecommunication Services Sint Maarten NV	Codville Webster Street, 2, Philipsburg, Sint Maarten	100%	Holding
Radcomm Corporation NV	Codville Webster Street, 2, Philipsburg, Sint Maarten	100%	Holding
New Technologies Group NV	Brooks Towers Harbour View 0, Suite 5, Sint Maarten	100%	Holding
New Technologies Group SARL	24 Rue de la République, Marigot, 97150, Saint Martin	100%	Holding
United Telecommunication Services Antilles Francaises S.A.R.L.	24 Rue de la République, Marigot, 97150, Saint Martin	100%	Holding

CABLE & WIRELESS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

16 Subsidiaries (Continued)

Name of undertaking	Registered office	Ownership Interest	Nature of Business
Indirect shareholdings (continued)			
United Telecommunications Services Caraibe Holding NV	24 Rue de la République, Marigot, 97150, Saint Martin	100%	Holding
Dutch United Telecommunication Services BV	Röntgenlaan 1, 2718DX, Zoetermeer, the Netherlands	100%	Holding
Windward Island Cellular Company NV	Postbus1, Saba, Bonaire, Sint Eustatius and Saba	99%	Holding
United Telecommunication Services Caraibe S.A.R.L.	24, Rue de Republique Marigot - 97150 Saint Martin	100%	Holding
Joint arrangements and associated undertakings			
Lion Insurance PIC Limited	Governors Square, Building 4, 2nd Floor, 23 Lime Tree Bay Avenue, West Bay Road, Grand Cayman KY1-1102, Cayman Islands	50%	Insurance
Cable & Wireless Trade Mark Management Limited	Griffin House, 161 Hammersmith Road, London W6 8BS, England	50%	Dormant
Caribbean Premier Sports Ltd	20 Micoud Street, Castries, Saint Lucia	50%	Operating
Telecommunications Services of Trinidad and Tobago Limited ³	1 Edward Street, Port of Spain, Trinidad and Tobago	49%	Held for sale associate

¹ The company regards this entity as a subsidiary because it controls the majority of the Board of Directors through a shareholders agreement

² The Bahamas government holds 49% controlling interest in BTC. On 24 July 2014 the company completed the transfer of share capital in BTC, to the BTC foundation, a charitable trust dedicated to investing in projects for the benefit of Bahamians. The company holds 49% of the share capital but regards BTC as a subsidiary because it controls the majority of the Board of Directors through a shareholders' agreement.

³ The CWC Group accounted for its material interest in Telecommunications Services of Trinidad and Tobago Limited (TSTT) as an associate up until 31 March 2015 when it was reclassified to an investment held for sale due to Columbus acquisition and related regulatory requirements.