

**INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2021**



# **INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

## **COMPANY INFORMATION**

---

### **Directors**

F M Evans  
J Hedley (Appointed 12 April 2021)  
J Timmis (Appointed 12 April 2021)

### **Company number**

03227453

### **Registered office**

Academy Place  
1-9 Brook Street  
Brentwood  
Essex  
CM14 5NQ

### **Independent Auditors**

PricewaterhouseCoopers LLP  
1 Embankment Place  
London  
WC2N 6RH

---

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## CONTENTS

---

	Page(s)
Strategic Report	1
Directors' Report	2 - 3
Directors' responsibilities statement	4
Independent auditors' report	5 - 8
Profit and loss account	9
Balance sheet	10
Statement of changes in equity	11
Notes to the financial statements	12 - 37

---

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## STRATEGIC REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

---

The Directors of Intertek Testing Services Holdings Limited. (the "Company") present the Strategic Report and audited financial statements for the year ended 31 December 2021.

#### **Review of the business**

The results for the year and the state of affairs of the Company at 31 December 2021 are shown in the financial statements on pages 9 to 37.

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

The principal risks and uncertainties affecting the Company are closely aligned with those discussed in the Intertek Group plc's (the "Group") annual report, which is publicly available from the Group Company Secretary, Intertek Group plc, 33 Cavendish Square, London, W1G 0PS or on the website [www.intertek.com](http://www.intertek.com). Risks relating specifically to the Company are as follows:

#### **Financial risk management**

##### *Market risk*

At 31 December 2021, the Company had investments in Group companies of £1,341,870,000 (2020: £1,341,947,000) and amounts due from Group companies of £57,674,000 (2020: £56,900,000). A sustained period of economic recession could impact the operating results and financial position of these Group companies and impact their carrying value and ability to repay the amounts due to the Company.

##### *Foreign exchange risk*

The amounts payable to, and receivable from, Group undertakings include amounts denominated in currencies other than sterling; therefore, fluctuations in currency exchange rates will impact the results and financial position of the Company.

#### **Business outlook**

The management expects that future performance will improve with additional dividends received from subsidiary entities.

#### **Key performance indicators**

As a holding company which also provides funding to other Group companies, performance is monitored by a review of the Company's investments by reference to underlying intercompany balances for their susceptibility to impairment.

#### **Environment**

The Company is committed to complying with relevant environmental legislation and preventing any adverse impact on the environment as a result of its operations. Where an adverse environmental impact is identified, a practicable, timely and environmentally sympathetic solution will be implemented. If a serious risk to the environment is identified, that activity will be halted and appropriate remedial action taken to eliminate the risk.

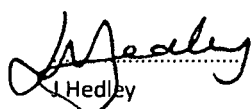
#### **S172(1) statement and stakeholder engagement**

The Directors have acted in a way that they consider, in good faith, to be most likely to promote the long-term success of the Company for the benefit of the shareholders as a whole while having regard for all stakeholders. Stakeholder engagement is managed in accordance with the Group policies and procedures which are discussed on pages 55 to 61 of the annual report of Intertek Group plc, which does not form part of this report.

#### **Employees**

The Company employed 2 people on average in 2021 (2020: 2).

On behalf of the Board



Director

Date: 28 June 2022

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## DIRECTORS' REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2021

---

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

#### Principal activities

The principal activity of the Company continued to be that of a holding company with interests in subsidiary undertakings which provide testing, inspection and certification services. No significant changes in the Company's activities are expected in the foreseeable future.

#### Results and dividends

The results for the year are set out on page 9.

Income from shares in Group undertakings of £26,800,000 (2020: £62,119,000) was received in the year.

Dividends of £50,000,000 (2020: £75,000,000) were paid in the year. The Directors do not propose the payment of any further dividends in respect of the year.

#### Directors

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

F M Evans	
N A Hare	(Resigned 12 April 2021)
R McCluskey	(Resigned 12 April 2021)
J Hedley	(Appointed 12 April 2021)
J Timmis	(Appointed 12 April 2021)

#### Future developments

The Company will continue to be a holding company for its subsidiary companies for the foreseeable future. The entity continues to operate as a going concern as discussed within note 1 on page 13.

#### Independent auditors

The independent auditors, PricewaterhouseCoopers LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

#### 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:

- principal risks and uncertainties; and
- financial key performance indicators.

#### Statement of disclosure to independent auditors

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 independent auditors are unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the Company's independent auditors are aware of that information.

#### Going concern

The Directors believe that preparing the financial statements on the going concern basis is appropriate due to the continued financial support of a fellow Group undertaking, Intertek Finance plc. The Directors have received confirmation that Intertek Finance plc intends to support the Company for at least one year after these financial statements are signed.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## DIRECTORS' REPORT (CONTINUED)

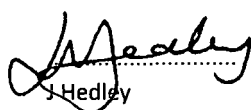
**FOR THE YEAR ENDED 31 DECEMBER 2021**

---

### Directors' indemnities

As permitted by the Articles of Association, the Company purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and its directors. No qualifying third party indemnity provisions for the benefit of its Directors were made during the year.

The financial statements on pages 9 to 37 were approved by the Board of Directors on 28 June 2022 and signed on its behalf by



J. Hedley

Director

Date: 28 June 2022

# **INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

## **DIRECTORS' RESPONSIBILITIES STATEMENT**

### ***FOR THE YEAR ENDED 31 DECEMBER 2021***

---

The Directors are responsible for preparing the annual 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing 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, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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

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

# **INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

---

#### **Report on the audit of the financial statements**

##### **Opinion**

In our opinion, Intertek Testing Services Holdings Limited.'s 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 (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report, which comprise: the balance sheet as at 31 December 2021; the profit and loss account and the statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

##### **Basis for opinion**

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

##### *Independence*

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

##### **Conclusions relating to going concern**

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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



# **INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

## **INDEPENDENT AUDITORS' REPORT (CONTINUED)**

### **TO THE MEMBERS OF INTERTEK TESTING SERVICES HOLDINGS LIMITED.**

---

#### **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

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

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

#### *Strategic Report and Directors' Report*

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 December 2021 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

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

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

##### *Responsibilities of the directors for the financial statements*

As explained more fully in the Directors' Responsibilities Statement, the Directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the 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.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

### TO THE MEMBERS OF INTERTEK TESTING SERVICES HOLDINGS LIMITED.

---

#### *Auditors' responsibilities for the audit of the financial statements*

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to fraud and direct tax, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Companies Act 2006 and relevant tax legislation. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to fraudulent journal entries to manipulate the financial performance of the Company and management bias in significant accounting estimates. Audit procedures performed by the engagement team included:

- Enquiry of management, those charged with governance and the Group's legal counsel around actual and potential fraud and non-compliance with laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, testing accounting estimates (because of the risk of management bias), and evaluating the business rationale of significant transactions outside the normal course of business.
- Enquiry of Group's staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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

#### *Use of this report*

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

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

### TO THE MEMBERS OF INTERTEK TESTING SERVICES HOLDINGS LIMITED.

---

#### Other required reporting

##### Companies Act 2006 exception reporting

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

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

We have no exceptions to report arising from this responsibility.



Daniel Chan (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
28 June 2022.....

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## PROFIT AND LOSS ACCOUNT

**FOR THE YEAR ENDED 31 DECEMBER 2021**

		<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>£'000</b>	<b>£'000</b>
Administrative expenses		(1,253)	(1,365)
Income from shares in Group undertakings	<b>5</b>	26,800	62,119
Interest receivable from Group undertakings	<b>5</b>	2,153	2,320
Other interest receivable and similar income	<b>5</b>	-	1,630
Interest payable and similar expenses	<b>6</b>	(34,084)	(35,107)
Amounts written off investments	<b>7</b>	(77)	-
		<hr/>	<hr/>
<b>(Loss)/profit before taxation</b>	<b>3</b>	<b>(6,461)</b>	<b>29,597</b>
Tax on (loss)/profit	<b>8</b>	5,695	5,532
		<hr/>	<hr/>
<b>(Loss)/profit and total comprehensive (expense)/ income for the financial year</b>		<b>(766)</b>	<b>35,129</b>
		<hr/> <hr/>	<hr/> <hr/>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

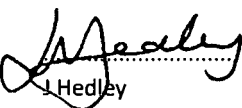
## BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £'000	2020 £'000
<b>Fixed assets</b>			
Investments	10	1,341,870	1,341,947
<b>Current assets</b>			
Debtors	13	64,042	62,862
Cash at bank and in hand		96	105
		64,138	62,967
<b>Creditors due within one year</b>			
Creditors	15	(1,056,570)	(1,004,710)
<b>Net current liabilities</b>		(992,432)	(941,743)
<b>Total assets less current liabilities</b>		349,438	400,204
<b>Net assets</b>		349,438	400,204
<b>Capital and reserves</b>			
Called up share capital	19	106,286	106,286
Share premium account		6,428	6,428
Profit and loss reserves		236,724	287,490
<b>Total equity</b>		349,438	400,204

The notes to the financial statements on pages 12 to 37 form an integral part of these financial statements.

The financial statements were approved by the Board of Directors and authorised for issue on 28 June 2022 and are signed on its behalf by:

  
J Hedley  
Director

Company Registration No. 03227453

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

	Called up share capital	Share premium account	Profit and loss reserves	Total
	£'000	£'000	£'000	£'000
<b>Balance at 1 January 2020</b>	106,286	6,428	327,361	440,075
<b>Year ended 31 December 2020:</b>				
Profit and total comprehensive income for the financial year	-	-	35,129	35,129
Dividends paid	-	-	(75,000)	(75,000)
<b>Balance at 31 December 2020</b>	106,286	6,428	287,490	400,204
<b>Year ended 31 December 2021:</b>				
Loss and total comprehensive expense for the financial year	-	-	(766)	(766)
Dividends paid	-	-	(50,000)	(50,000)
<b>Balance at 31 December 2021</b>	106,286	6,428	236,724	349,438

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2021

---

#### 1 Accounting policies

##### Company information

Intertek Testing Services Holdings Limited. (the "Company") is a private company limited by shares incorporated and domiciled in England and Wales. The registered office address is Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ.

#### 1.1 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 applied the recognition, measurement and disclosure requirements of the International Financial Reporting Standards as adopted by the United Kingdom ("Adopted IFRS"), but makes amendments where necessary in order to comply with Companies Act 2006.

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

These accounting policies have been applied consistently, other than where new policies have been adopted.

The financial statements are prepared in sterling, which is the functional currency of the Company. Monetary amounts in these financial statements are rounded to the nearest £'000.

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

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share based Payment;
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64 (o)(ii), B64 (p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations. Equivalent disclosures are included in the consolidated financial statements of Intertek Group plc in which the entity is consolidated;
- the requirements of paragraph 33 (c) of IFRS 5 Non-current Assets Held for Sale and Discontinued Operations;
- the requirements of IFRS 7 Financial Instruments: Disclosures;
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement;
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of: (i) paragraph 79(a) (iv) of IAS 1, (ii) paragraph 73(e) of IAS 16 Property Plant and Equipment and (iii) paragraph 118 (e) of IAS 38 Intangibles Assets;
- the requirements of paragraphs 10(d), 10(f), 16, 38A to 38D, 40A to 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements;
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- the requirements of paragraph 17, 18(a) of IAS 24 Related Party Disclosures;
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member; and
- the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to share based payments, financial instruments, capital management, presentation of a cash flow statement, presentation of comparative information in respect of certain assets, standards not yet effective, impairment of assets, business combinations, discontinued operations and related party transactions.

Where required, equivalent disclosures are given in the Group financial statements of Intertek Group plc. The Group financial statements of Intertek Group plc are available to the public and can be obtained as set out in note 21.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

---

#### 1 Accounting policies

(Continued)

The Company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated financial statements. The financial statements present information about the company as an individual entity and not about its group.

Intertek Testing Services Holdings Limited. is a wholly owned subsidiary of Intertek Group plc, the ultimate parent undertaking, and the results of Intertek Testing Services Holdings Limited. are included in the consolidated financial statements of Intertek Group plc which are available from 33 Cavendish Square, London, W1G 0PS or on the website [www.intertek.com](http://www.intertek.com).

#### 1.2 Going concern

The Company's business activities, together with the factors likely to affect its future development and position, are set out in the Directors' Report on pages 2 and 3. The Company generated a loss of £766,000 (2020: a profit of £35,129,000) in the year and has net current liabilities of £992,432,000 (2020: £941,743,000) as at 31 December 2021. The Company participates in the Group's centralised treasury arrangements and so shares banking arrangements with its parent and fellow subsidiaries.

The Directors believe that preparing the financial statements on the going concern basis is appropriate due to the continued financial support of a fellow Group undertaking, Intertek Finance plc. The Directors have received confirmation that Intertek Finance plc intends to support the Company for at least one year after these financial statements are signed.

#### 1.3 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

#### 1.4 Fair value measurement

IFRS 13 establishes a single source of guidance for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The Company is exempt under FRS 101 from the disclosure requirements of IFRS 13.



# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

---

#### 1 Accounting policies

(Continued)

##### 1.5 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*

Trade debtors are recognised initially at the value of the invoice sent to the customer and subsequently at the amounts considered recoverable (amortised cost). Estimates are used in determining the level of debtors that will not, in the opinion of the Directors, be collected. The Company applies the simplified approach permitted by IFRS 9, which requires the use of the lifetime expected loss provision for all debtors, including contract assets.

The provision calculations are based on historic credit losses and specific country-risk classifications with higher default rates applied to older balances. This approach is followed for all debtors unless there are specific circumstances, such as the bankruptcy of a customer or emerging market risks, which would render the debtor irrecoverable and therefore require a specific provision. A provision is made against trade debtors and contract assets until such time as the Company believes the amount to be irrecoverable, after which the trade debtors or contract assets balance is written off.

Other debtors that have fixed or determinable payments that are not quoted in an active market are classified as 'other debtor'. Other debtors are measured at amortised cost using the effective interest method, less any impairment.

Interest is recognised by applying the effective interest rate, except for short-term debtors when the recognition of interest would be immaterial. The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the debt instrument to the net carrying amount on initial recognition.

##### *Impairment of financial assets*

Financial assets, other than those at FVTPL, 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.

##### 1.6 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'.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

---

### 1 Accounting policies

(Continued)

#### ***Other financial liabilities***

Other financial liabilities, including loans and overdrafts, trade creditors and other short-term monetary liabilities, are initially measured at fair value net of transaction costs directly attributable to the issuance of the financial liability. They are subsequently measured at amortised cost using the effective interest method. For the purposes of each financial liability, interest expense includes initial transaction costs and any premium payable on redemption, as well as any interest or coupon payable while the liability is outstanding.

#### ***Derecognition of financial liabilities***

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

### 1.7 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.

### 1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

#### ***Current tax***

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

#### ***Deferred tax***

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the Company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

### 1.9 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 1 Accounting policies

(Continued)

#### 1.10 Dividends on shares presented within shareholders' funds

Dividend income is recognised in profit or loss on the date that the Company's right to receive payment is established.

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the Company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements.

### 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.

#### Critical judgements

##### Recoverability of debtors

Amounts owed by Group undertakings are recognised initially at the value of the invoice or loan raised and subsequently at the amounts considered recoverable (amortised cost). Estimates are used in determining the level of debtors that will not, in the opinion of the Directors, be collected. The Company applies the simplified approach permitted by IFRS 9, which requires the use of the lifetime expected loss provision for all debtors. The provision calculations are based on a review of all debtors to see if there are specific circumstances which would render the debtor irrecoverable and therefore require a specific provision.

##### Investments impairment review

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. Estimates are used in determining the level of investment that will not, in the opinion of the Directors be recoverable.

### 3 (Loss)/profit before taxation

	2021 £'000	2020 £'000
(Loss)/profit before taxation is stated after charging:		
Fees payable to the Company's auditors for the audit of the Company's financial statements	2	2

Amounts disclosed above reflect services provided by the Company's auditors in respect of auditing these financial statements. These amounts, however, have been paid by the ultimate parent company, Intertek Group plc.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 4 Employees

The average monthly number of persons (including directors) employed by the Company during the year was:

	2021 Number	2020 Number
Employees not remunerated by the Company	2	2

### 5 Interest receivable and similar income

	2021 £'000	2020 £'000
<b>Interest income</b>		
Interest receivable from Group undertakings	2,153	2,320
<b>Other investment income</b>		
Foreign exchange gains	-	1,630
Total income excluding fixed asset investments	2,153	3,950
<b>Income from fixed asset investments</b>		
Income from shares in Group undertakings	26,800	62,119
Total interest receivable and similar income	28,953	66,069

### 6 Interest payable and similar expenses

	2021 £'000	2020 £'000
<b>Interest on financial liabilities measured at amortised cost:</b>		
Interest payable to Group undertakings	32,388	35,107
<b>Other finance costs:</b>		
Foreign exchange losses	1,696	-
Total finance costs	34,084	35,107

### 7 Amounts written off investments

	2021 £'000	2020 £'000
Loss on disposal of fixed asset investments	(77)	-

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 8 Tax on (loss)/profit

	2021 £'000	2020 £'000
<b>Current tax</b>		
UK corporation tax on (loss)/profit for the current year	(6,304)	(5,920)
Adjustments in respect of prior periods	202	33
<b>Total UK current tax</b>	(6,102)	(5,887)
Foreign taxes and reliefs	407	355
<b>Taxation (credit)</b>	(5,695)	(5,532)

The main rate of UK corporation tax is 19.00% and it has been substantively enacted on 24 May 2021 that the rate will increase to 25.00% from 1 April 2023. This has a consequential effect on the company's future tax charge and net deferred tax position.

The Company is a wholly owned subsidiary of a company registered in England and Wales, therefore there are no tax consequences for either the Company or the parent on payment of a dividend.

The credit for the year can be reconciled to the (loss)/profit per the profit and loss account as follows:

	2021 £'000	2020 £'000
(Loss)/profit before taxation	(6,461)	29,597
Expected tax (credit)/charge based on a corporation tax rate of 19.00% (2020:19.00%)	(1,228)	5,623
Effect of expenses not deductible in determining taxable profit	246	260
Income not taxable	(5,092)	(11,803)
Adjustment in respect of prior periods	(20)	33
Effect of overseas tax rates	399	355
<b>Taxation credit for the year</b>	(5,695)	(5,532)

#### 9 Directors' remuneration

None of the Directors were remunerated directly by the Company or any of its subsidiaries (2020: none). The Directors of the Company are remunerated by Group companies, due to no qualifying services being provided in relation to Intertek Testing Services Holdings Limited. during the year.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 10 Investments

	Non-current 2021 £'000	2020 £'000
Investments in subsidiaries	1,341,870	1,341,947
	<u>1,341,870</u>	<u>1,341,947</u>

The Company has not designated any financial assets that are not classified as held for trading as financial assets at fair value through profit or loss.

#### Fair value of financial assets carried at amortised cost

Except as detailed below, the Directors believe that the carrying amounts of financial assets carried at amortised cost in the financial statements approximate to their fair values.

#### Movements in fixed asset investments

	Shares in Group undertakings £'000
<b>Cost or valuation</b>	
At 1 January 2021	1,603,493
Disposals	(77)
At 31 December 2021	<u>1,603,416</u>
<b>Impairment</b>	
At 1 January 2021 & 31 December 2021	<u>(261,546)</u>
<b>Carrying amount</b>	
At 31 December 2021	<u>1,341,870</u>
At 31 December 2020	<u>1,341,947</u>

#### Disposals

During the year the Company disposed of the investment in its subsidiary undertaking, Charon Insurance Limited.

## INTERTEK TESTING SERVICES HOLDINGS LIMITED.

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

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

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
International Inspection Services Isle of Man Limited	Isle of Man	100%	Ordinary	33/37 Athol Street, Douglas, IM1 1LB, Isle of Man
Intertek Capital Resources Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek Finance plc	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, United Kingdom, CM14 5NQ, United Kingdom
Intertek Holding Deutschland GmbH	Germany	100%	Ordinary	Stangenstrasse 1, 70771, Leinfelden-Echterdingen, Germany
Intertek Holdings France SAS	France	100%	Ordinary	ZAC Ecopark 2, 27400, Heudebouville, France
Intertek Holdings Italia SRL	Italy	100%	Quota capital shares	Via Guido Miglioli 2/A, Cernusco sul Naviglio, 20063, Milano, Italy
Intertek Holdings Nederland B.V. Netherlands	Netherlands	100%	Ordinary	Leerlooierstraat 135, 3194AB Hoogvliet, Rotterdam, Netherlands
Intertek Holdings Norge AS	Norway	100%	Ordinary	Oljeveien 2, Tananger, 4056, Norway
Intertek Testing Services Hong Kong Limited	Hong Kong	100%	Ordinary	2/F Garment Centre, 576 Castle Peak Road, Kowloon, Hong Kong
ITS Testing Holdings Canada Limited	Canada	100%	Common Stock shares	3771 North Fraser Way, Suite 17, Burnaby BC V5J 5G5, Canada
Moody International (Holdings) Limited	United Kingdom	100%	Ordinary & Ordinary-A	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Testing Holdings Sweden AB	Sweden	100%	Ordinary	Torshamnsgatan 43, Box 1103, KISTA, S-164 22, Sweden
Intertek USD Finance Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
---------------------	--------------------------	------------------------	-----------------	---------

A full list of indirect related undertakings and their country of incorporation are shown below:

0949491 B.C. Limited	Canada	100%	Ordinary	1200-925 West Georgia Street, Vancouver BC V6C 3L2, Canada
Admon Labs Servicios Corporativos y Administrativos, S.A. de C.V.	Mexico	100%	Ordinary	Boulevard Adolfo Lopez Mateos #2259, Atlamaya, Alvaro Obregon, Ciudad de Mexico, C.P. 01760, Mexico
Ageus Solutions Inc.	Canada	100%	Common Stock	505 March Road, Suite 100, Kanata ON K2K 2V6, Canada
Alchemy Investment Holdings, Inc.	United States	100%	Common Stock shares	5300 Riata Park Court, Building F, Austin TX 78727, United States
Alchemy Systems L.P.	United States	100%	Membership unit shares	5301 Riata Park Court, Building F, Austin, Texas, 78727, United States
Alchemy Systems Training Limited	United Kingdom	100%	Ordinary shares	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Alchemy Systems Training, Inc.	United States	100%	Common Stock shares	5300 Riata Park Court, Building F, Austin TX 78727, United States
Alchemy Training Technologies, Inc.	Canada	100%	Ordinary shares	1 Germain Street, Suite 1500, Saint John NB E2L 4V1, Canada
Angus Management, LLC	United States	100%	Membership unit shares	5300 Riata Park Court, Building F, Austin TX 78727, United States
Bigart Ecosystems, LLC	United States	100%	Membership unit shares	212 S. Wallace Avenue, Bozeman MT 59715, United States
Catalyst Awareness Inc.	Canada	100%	Class A Common shares	43 Carolinian Lane, Cambridge ON N1S 5B5, Canada
Frameworks Inc.	Canada	100%	Class A Common shares	1595 Sixteenth Avenue, Suite 301, Richmond Hill ON L4B 3N9, Canada
Cantox U.S. Inc.	United States	100%	Common Stock	100 Davidson Avenue, Suite #102, Somerset, NJ 08873, United States of America
Electronic Warfare Associates-Canada, Ltd	Canada	100%	Class A Common shares	1223 Michael Street North, 2nd Floor, Ottawa ON K1J 7T2, Canada



# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Gamatek, S.A. de C.V.	Mexico	100%	Ordinary	Alanis Valdez #2308, Industrial, Monterrey, Nuevo Leon, Mexico
GCA Calidad y Analisis de Mexico, S.A. de C.V.	Mexico	100%	Ordinary	Jacarandas No.19, Colonia San Clemente, Delegacion Alvaro Obregon, Mexico City, C.P. 01740, Mexico
Intertek BA EOOD	Bulgaria	100%	Ordinary	24A Akad. Metodi Popov Str., Floor 5, Sofia, 1113, Bulgaria
Intertek Belgium NV	Belgium	100%	Ordinary	Kruisschansweg 11, 2040 Antwerp, Belgium
Intertek C&T Australia Holdings PTY Ltd	Australia	100%	Ordinary	544 Bickley Road, Maddington WA 6109, Australia
Intertek C&T Australia Pty Ltd	Australia	100%	Ordinary	544 Bickley Road, Maddington WA 6109, Australia
Intertek Caleb Brett Germany GmbH	Germany	100%	Ordinary	Georgswerder Bogen 3, D-21109, Hamburg, Germany
Intertek Canada Newco Limited	Canada	100%	Common	1829 32nd Avenue, Lachine QC H8T 3J1, Canada
Intertek Certification AB	Sweden	100%	Ordinary-A	Torshamnsgatan 43, Box 1103, KISTA, S-164 22, Sweden
Intertek Certification AS	Norway	100%	Ordinary	Leif Weldings vei 8, 3208, Sandefjord, Norway
Intertek Certification France SAS France		100%	Ordinary	67 Boulevard Bessières, 75017, Paris, France
Intertek Certification Japan Limited	Japan	100%	Ordinary	Nihonbashi N Bldg, 1-4-2, Nihonbashi - Horidomecho, Chuo-ku, Tokyo, 103-0012, Japan
Intertek Certification Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek Consulting & Training (UK) Limited	United Kingdom	100%	Ordinary	Northpoint Aberdeen Science & Energy Park, Exploration Drive, Bridge of Don, Aberdeen, AB23 8HZ, United Kingdom
Intertek Consulting & Training Egypt	Egypt	100%	Ordinary	46B, Street #7, Maadi, Cairo, Egypt
Intertek Consulting & Training Colombia Limitada	Colombia	100%	Ordinary	Calle 127A No. 53A-45, Oficina 1103, Bogota, Colombia

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Consumer Goods GmbH	Germany	100%	Ordinary	Würzburger Strasse 152, 90766, Fürth, Germany
Intertek Deutschland GmbH	Germany	100%	Ordinary	Stangenstrasse 1, 70771, Leinfelden-Echterdingen, Germany
Intertek DIC A/S	Denmark	100%	Ordinary	Buen 12, 3, 6000 Kolding, Denmark
Intertek Fisheries Certification Limited	United Kingdom	100%	Ordinary	CVR Global LLP, Town Wall House, Balkerne Hill, Colchester, Essex, CO3 3AD, England
Intertek Food Services GmbH	Germany	100%	Ordinary	Olof-Palme-Strasse 8, 28719, Bremen, Germany
Intertek France SAS	France	100%	Ordinary	ZAC Ecopark 2, 27400, Heudebouville, France
Intertek Global International LLC Qatar		100%	Membership unit	Building 242, Office No.3, C-Ring Road, Doha, PO BOX 47146, Qatar
Intertek Global Limited	Jersey	100%	Ordinary	1st Floor, Liberation House, Castle Street, St Helier, JE1 1GL, Jersey
Intertek Health Sciences Inc.	Canada	100%	Classes A-E Common	2233 Argentia Road, Suite # 201, Mississauga ON L5N 2X7, Canada
Intertek Ibérica Spain, S.L.U.	Spain	100%	Ordinary-A	Alda. Recalde, 27-5., 48009, Bilbao, Vizcaya, Spain
Intertek Industrial Services GmbH	Germany	100%	Ordinary	Marie-Bernays-Ring 19a, 41199, Monchengladbach, Germany
Intertek Industry Services (PTY) LTD	South Africa	100%	Ordinary	3 EL Wak Street, Vereeniging, 1930, Gauteng, South Africa
Intertek Industry Services (S) Pte Ltd	Singapore	100%	Ordinary	2 International Business Park, #10-09/10, The Strategy, 609930, Singapore
Intertek Industry Services Brasil Ltda	Brazil	100%	Ordinary	Alameda Mamore 503, Alphaville, Barueri-SP, 06454-040-SP, Brazil
Intertek Industry Services Romania Srl	Romania	100%	Ordinary	266-268 Calea Rahovei Street, Building 63, 8th Floor, Sector 5, Bucharest, Romania
Intertek Industry WLL	Bahrain	100%	Ordinary	Office # 24, Building 400, Road 3207, Mahooz, Block 332, Manama, Bahrain

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Inspection Services Ltd	Canada	100%	Common Stock	2561 Avenue Georges V, Montreal-Est Québec H1L 6S4, Canada
Intertek Inspection Services Scandinavia AS	Norway	100%	Ordinary	Leif Weldings vei 8, 3208 Sandfjord, Norway
Intertek Inspection Services UK Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek International France SAS	France	100%	Ordinary	67 Boulevard Bessières, 75017, Paris, France
Intertek International Kazakhstan, LLC	Kazakhstan	100%	Ordinary	Building 2A, Abay street, Atyrau City, 060002, Kazakhstan
Intertek International Ltd Egypt	Egypt	100%	Ordinary	69, Road 161, Intersection with Road 104, Ground Floor, Maadi, Cairo, Egypt
Intertek International Nederland BV	Netherlands	100%	Ordinary	Leerlooierstraat 135, 3194AB Hoogvliet, Rotterdam, Netherlands
Intertek International Suriname N.V.	Suriname	100%	Ordinary	Prins Hendrikstraat 49, Paramaribo , Suriname
Intertek Italia SpA	Italy	100%	Ordinary	Via Guido Miglioli 2/A, Cernusco sul Naviglio, 20063, Milano, Italy
Intertek Kalite Servisleri Limited Sirketi	Turkey	100%	Ordinary	Cevizli Mah Tansel Cad. No: 12-18, Maltepe, Istanbul, Turkey
Intertek Korea Industry Service Ltd	Republic of Korea	100%	Ordinary	Yeouido Dept Bldg #916, 36-2, Yeouido-Dong, Youngdeungpo- Gu, Seoul, 150-749, Republic of Korea
Intertek Labtest S.A.R.L	Morocco	100%	Ordinary	Route 110, (par Chefchaoui), Lot Saadi, no.20, Q.I. Ain Sebaa 20 250, 4eme Etage, Casablanca, Morocco
Intertek Nederland B.V.	Netherlands	100%	Ordinary	Leerlooierstraat 135, 3194 AB Hoogvliet Rt, Rotterdam, The Netherlands
Intertek Nominees Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek OCA France SARL	France	100%	Ordinary	Route Industrielle - Centre Routier, 76600, Gonfreville L'Orcher, France

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Polychemlab B.V.	Netherlands	100%	Ordinary	Koolwaterstofstraat 1 , 6161 RA, Geleen, Netherlands
Intertek Portugal, Unipessoal Lda	Portugal	100%	Quota capital	Rua Antero de Quental, 221-Sala 102, 4455-586, Perafita-Matosinhos, Portugal
Intertek Quality Services Ltd	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek Resource Solutions (Trinidad) Limited	Trinidad and Tobago	100%	Ordinary	#91-92 Union Road, Marbella, Trinidad, Trinidad and Tobago
Intertek S.R.O	Czech Republic	100%	Ordinary	Sokolovská 131/86, Karlín, Praha 8, 186 00, Czech Republic
Intertek Saudi Arabia Limited	Saudi Arabia	100%	Ordinary	Southern Olaya Center, Office No. 213 , Makkah Al-Mukaramah Street, P.O. Box 2526, Al-Khobar, 31952, Saudi Arabia
Intertek ScanBi Diagnostics AB	Sweden	100%	Ordinary	Box 166, SE-230 53, Alnarp, Sweden
Intertek Secretaries Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Intertek Semko AB	Sweden	100%	Ordinary-A	Torshamnsgatan 43, Box 1103, KISTA, S-164 22, Sweden
Intertek Technical Inspections Canada Inc.	Canada	100%	Class A & E	1829 32nd Avenue, Montreal H8T 3J1, Canada
Intertek Technical Services Pty Limited	Australia	100%	Ordinary	544 Bickley Road, Maddington WA 6109, Australia
Intertek Testing Services (ITS) Canada Ltd.	Canada	100%	Ordinary	105-9000 Bill Fox Way, Burnaby BC V5J 5J3, Canada
Intertek Testing Services (NZ) Limited	New Zealand	100%	Ordinary	3 Kepa Road, Ruakaka, Northland, 0171, New Zealand
Intertek Testing Services NA Limited	Canada	100%	Ordinary-A	1829 32nd Avenue, Lachine QC H8T 3J1, Canada
Intertek Vietnam Limited	Vietnam	100%	Ordinary	3rd & 4th floor, Au Viet Building, No. 01 Le Duc Tho Str., Mai Dich Ward, Cau Giay District, Hanoi City, Vietnam

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek West Lab AS	Norway	100%	Ordinary	Oljevegen 2, 4056 Tananger, Norway
KJ Tech Services GmbH	Germany	100%	Share No 1, Share No 2.1 & Share No. 2.2	Kirschberg 20, 64347, Griesheim, Germany
Management & Industrial Consultancy	Egypt	100%	Ordinary	59 Road No.104, Second Floor, Maadi, Cairo, Egypt
Management Systems International Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Moody (Shanghai) Consulting Co., Ltd	China	100%	Ordinary	Room 403, No.5-6, Lane 1218, Wanrong Road, Jing 'an District, Shanghai, China
Intertek Algeria Ltd EURL	Algeria	100%	Ordinary	Zone urbaine Garidi 1, , N°C7/ C8, Bâtiment F1, 1er étage Local No°1, 16051, Kouba, Wilaya d'Alger, Algeria
Moody Energy Technical Service Co Ltd	China	100%	Ordinary	Suite B2206 Dongyu Building , A1 Shuguangxili, Chaoyang District, Beijing, 100028, China
Moody International (India) Private Limited	India	100%	Ordinary	E-20, Block B1, Mohan Co-operative Industrial Area, Mathura Road, New Delhi, 110044, India
Moody International (Russia) Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Moody International Bangladesh Limited	Bangladesh	100%	Ordinary	House 6, Road 17/A, Block E, Ground Floor, Banani, Dhaka, 1213, Bangladesh
Moody International Certification India Limited	India	100%	Ordinary	E-20, Block B1, Mohan Co-operative Industrial Area, Mathura Road, New Delhi, 110044, India
Moody International Lanka (Private) Ltd.	Sri Lanka	100%	Ordinary	no. 5, St Albans Place, Colombo - 4, Sri Lanka
Moody United Certification Limited	China	100%	Ordinary	2F, No. 5 Building, 912 Bibo Road, Pudong, Shanghai, 201203, China
PT. Moody Technical Services	Indonesia	100%	Ordinary	Graha STR 3rd floor, Suite#302, Jl. Ampera Raya No. 11, Jakarta, 12550, Indonesia

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
PT. RCG Moody	Indonesia	100%	Ordinary	Graha STR 3rd floor, Suite#302, Jl. Ampera Raya No. 11, Jakarta, 12550, Indonesia
RCG Moody International Uruguay S.A.	Uruguay	100%	Ordinary	Cerrito 507, 4th Floor, Off.46, 47, Montevideo 11000, Uruguay
RCG-Moody International Limited	United Kingdom	100%	Ordinary	Academy Place, 1-9 Brook Street, Brentwood, Essex, CM14 5NQ, England
Van Sluys & Bayet NV	Belgium	100%	Ordinary	Kruisschansweg 11, 2040 Antwerp, Belgium
4th Strand, LLC	United States	100%	Membership unit	1950 Evergreen Boulevard, Suite 100, Duluth GA 30096, United States
Alta Analytical Laboratory, Inc.	United States	100%	Ordinary	200 Westlake Park Blvd, Westlake Building 4, Suite 400, Houston TX 77079, United States
Architectural Testing Holdings, Inc.	United States	100%	Common Stock	130 Derry Court, York PA 17406, United States
Architectural Testing, Inc.	United States	100%	Ordinary-A	130, Derry Court, York PA 17406, United States
Center for the Evaluation of Clean Energy Technology, Inc.	United States	100%	Common Stock	3933 US Route 11, Cortland, NY , 13045, United States of America
Entela-Taiwan, Inc	United States	100%	Ordinary	4700 Broadmoor Avenue SE, Suite 200, Kentwood MI 49512, United States
Global X-Ray & Testing Corporation	United States	100%	Ordinary	112 East Service Road, Morgan City LA 70381, United States
Global X-Ray Holdings, Inc.	United States	100%	Ordinary , Preference	112 East Service Road, Morgan City LA 70381, United States
H.P. White Laboratory Inc.	United States	100%	Voting Common Stock	3114 Scarboro Road, Street MD 21154, United States
Hawks Acquisition Holding, Inc.	United States	100%	Common Stock	545 E. Algonquin Road, Arlington Heights, Illinois 60005, United States
Hi-Tech Holdings, Inc.	United States	100%	Common Stock	CT Corporation System, 1200 S.Pine Island Road, Plantation FL 33324, United States

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Hi-Tech Testing Service, Inc.	United States	100%	Common Stock	CT Corporation System, 1999 Bryan Street Suite 900, Dallas TX 75201, United States
Inspection Services (US), LLC	United States	100%	Membership unit	237 Stuart Road, Amelia LA 70340, United States
International Cargo Services, Inc.	United States	100%	Ordinary	c/o CT Corp, 8550 United Plaza Blvd, Baton Rouge LA 70809, United States
Intertek Asset Integrity Management, Inc.	United States	100%	Ordinary	25025 I-45, Suite 300, Houston TX 77380, United States
Intertek Consulting & Training (USA), Inc.	United States	100%	Common Stock	25025 I-45, Suite 300, Houston TX 77380, United States
Intertek Industry and Certification Services (Thailand) Limited.	Thailand	100%	Ordinary	539/2 Gypsum Metropolitan Tower, 11C Fl., Sri-Ayudhaya Road, Tanon - Phayathai Subdistrict, Khet Ratchathewi, Bangkok, 10400, Thailand
Intertek Industry Services Japan Limited	Japan	100%	Ordinary	Nihonbashi N Bldg, 1-4-2, Nihonbashi - Horidomecho, Chuo-ku, Tokyo, 103-0012, Japan
Intertek International Inc.	United States	100%	Ordinary	8600 NW 17th Street, Suite 100, Miami FL 33126, United States
Intertek Resource Solutions, Inc.	United States	100%	Ordinary	25025 I-45, Suite 300, Houston TX 77380, United States
Intertek Technical Services, Inc.	United States	100%	Ordinary Preference	25025 I-45 North, Suite #111, The Woodlands TX 77380, United States
Intertek Testing Services (Japan) K. K.	Japan	100%	Ordinary	Nihonbashi N Bldg, 1-4-2, Nihonbashi - Horidomecho, Chuo-ku, Tokyo, 103-0012, Japan
Intertek Testing Services (Thailand) Limited	Thailand	100%	Ordinary	1285/5 Prachachuen Road, Wong-Sawang Sub-District, Bangsue District, Bangkok, 10800, Thailand
Intertek Testing Services De Mexico, S.A. De C.V.	Mexico	100%	Class A & B	Poniente 134, No 660 Industrial Vallejo, Mexico DF CP, 02300, Mexico

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Testing Services Environmental Laboratories Inc.	United States	100%	Ordinary	Lexis Document Services, 15 East North Street, Dover, Delaware, 19901, United States of America
Intertek Testing Services NA Sweden AB	Sweden	100%	Ordinary	c/o Intertek Semko AB, Box 1103, Kista, 16422, Sweden
Intertek Testing Services NA, Inc.	United States	100%	Ordinary	3933 US Route 11, Cortland, NY, 13045, United States of America
Intertek USA Finance LLC	United States	100%	Ordinary	c/o CSC Services of Nevada, Inc., 2215-B Renaissance Dr, Las Vegas NV 89919, United States
Intertek USA, Inc.	United States	100%	Ordinary-A,B	200 Westlake Park Blvd., Westlake Building 4, Suite 400, Houston TX 77079, United States
ITS Hong Kong NA, Limited	Hong Kong	100%	Ordinary	2/F Garment Centre, 576 Castle Peak Road, Kowloon, Hong Kong
Laboratorio Fermi S.A. de C.V.	Mexico	100%	Ordinary	Jacarandas No.19, Colonia San Clemente, Delegacion Alvaro Obregon, Mexico City, C.P. 01740, Mexico
Laboratorios ABC Quimica, Investigacion y Analisis, S.A. de C.V.	Mexico	100%	Class I series A, Class I series B, Class II series B, Special shares	Jacarandas No.19, Colonia San Clemente, Delegacion Alvaro Obregon, Mexico City, C.P. 01740, Mexico
Labtest International Inc.	United States	100%	Ordinary	545 E. Algonquin Road, Arlington Heights IL 60005, United States
Louisiana Grain Services, Inc	United States	100%	Common Stock	c/o CT Corp, 8550 United Plaza Blvd, Baton Rouge LA 70809, United States
Mace Land Company, Inc	United States	100%	Voting Common Stock	3114 Scarboro Road, Street MD 21154, United States
Materials Testing Lab, Inc.	United States	100%	Ordinary	145 Sherwood Avenue, Farmingdale NY 11735, United States
Midwest Engineering Services, Inc.	United States	100%	Common Stock	CT Corporation System, 8020 Excelsior Dr. Suite 200, Madison WI 53717, United States
Moody International Holdings LLC	United States	100%	Membership unit	237 Stuart Road, Amelia LA 70340, United States



# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
MT Group LLC	United States	100%	Ordinary	145 Sherwood Avenue, Farmingdale NY 11735, United States
MT Operating of New Jersey, LLC	United States	100%	Membership unit	145 Sherwood Avenue, Farmingdale NY 11735, United States
MT Operating of New York, LLC	United States	100%	Membership unit	145 Sherwood Avenue, Farmingdale NY 11735, United States
Pittsburgh Testing Laboratory Inc.	United States	100%	Common Stock	PSI, 850 Poplar Street, Pittsburgh PA 15220, United States
Professional Service Industries (Canada) Inc.	Canada	100%	Common	200 Bay Street , Suite 3800, Royal Bank Plaza, South Tower, Toronto ON M5J 2J7, Canada
Professional Service Industries Holding, Inc.	United States	100%	Common Stock & Class A	545 E. Algonquin Road, Arlington Heights, Illinois 60005, United States
Professional Service Industries, Inc.	United States	100%	Common Stock	545 E. Algonquin Road, Arlington Heights, Illinois 60005, United States
PSI Acquisitions, Inc.	United States	100%	Common Stock	Corporation Service Company, 2711 Centerville Road, Suite 400, Wilmington 19808, United States
Schindler & Associates (L.C.)	United States	100%	Membership unit	24900 Pitkin Rd, Suite 200, The Woodlands TX 77386, United States
Testing Holdings USA, Inc.	United States	100%	Common Stock	3933 US Route 11, Cortland, NY , 13045, United States
White Land Company, Inc	United States	100%	Voting Common Stock	3114 Scarboro Road, Street MD 21154, United States
Wilson Inspection X-Ray Services, Inc.	United States	100%	Common Stock	Michael E Wilson, 6010 Edgewater Dr., Corpus Christi TX 78412, United States
Acucert Labs, LLP	India	100%	Membership unit	82/2 , Shreyas, 25th Road, Sion West, Mumbai, 400022, India
Acumen Security, LLC	United States	100%	Ordinary	2400 Research Blvd, Suite 395, Rockvilled MD 20850, United States

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Certification GmbH	Germany	100%	Ordinary	Marie-Bernays-Ring 19a, 41199, Monchengladbach, Germany
Intertek Industry Holdings (Pty) Ltd	South Africa	100%	Ordinary No Par Value	53 Phillip Engelbrecht Drive, Woodhill Office Park Building 2, 1st Floor Unit 8B Meyersdal, Gauteng, 1448, South Africa
Intertek Medical Notified Body AB	Sweden	100%	Ordinary	Torshamnsgaten 43, Box 1103, Kista, S-164 22, Sweden
Laboratory Services International Rotterdam B.V	Netherlands	100%	Ordinary	Pittsburghstraat 9, 3047 BL, Rotterdam, Netherlands
Intertek Certification International Sdn. Bhd.	Malaysia	100%	Ordinary	6-L12-01, Level 12, Tower 2, Menara PGRM, No. 6 & 8 Jalan Pudu Ulu, Cheras, 56100 Kuala Lumpur, Malaysia
Intertek Training Malaysia Sdn. Bhd.	Malaysia	100%	Ordinary	6-L12-01, Level 12, Tower 2, Menara PGRM, No. 6 & 8 Jalan Pudu Ulu, Cheras, 56100 Kuala Lumpur, Malaysia
Intertek Inspection (Malaysia) Sdn. Bhd.	Malaysia	100%	Ordinary , Redeemable Preference	D-28-3, Level 28, Menara Suezcap 1, No. 2 Jalan Kerinchi, Gerbang Kerinchi Lestari, 59200 Kuala Lumpur, Malaysia
Intertek Industry Services Colombia Limited	Colombia	99%	Ordinary	Calle 127A, No. 53A-45, Office 1103, Bogotá, Colombia
Moody International Holdings Chile Ltda	Chile	99%	Ordinary	Avenida Las Condes N° 11287 Torre A, oficina 301 A Las Condes, Santiago, Chile
RCG Moody International de Venezuela S.A.	Bolivarian Republic of Venezuela	99%	Ordinary	Res Morgana, p_4, #04, Av.Andres Bello, Fco de Miranda, Los Polos Grandes, Caracas, Venezuela
Moody International Philippines, Inc.	Philippines	93%	Ordinary	Intertek Building, 2310 Chino Roces Avenue Extension, Metro Manila, Makati City, 1231, Philippines
Shanghai Moody Management & Technical Services Co. Ltd	China	90%	Ordinary	Room 225, No. 14 at Lane No. 1700 Luo Shan Road, Shanghai, China

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 11 Subsidiaries

(Continued)

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Test Hizmetleri Anonim Sirketi	Turkey	85%	Ordinary	Merkez Mahallesi, Sanayi Cad. No.23, Altindag Plaza, Yenibosna-34197, Istanbul, Turkey
International Inspection Services LLC	Oman	70%	Ordinary	PO Box 193, Al Hamriyah, Muscat, PC 131, Oman
Moody International Angola Ltda	Angola	53%	Quota capital	Rua de Macau, Edificio ex Edil Apto 1, Res de Chao Esq. C.P 215, Cabinda, Angola
ITS Caleb Brett Deniz Survey A S	Turkey	50%	Ordinary	Ulus Mah. Oz Topuz cad. no.32, Besiktas, Istanbul, 34340, Turkey
Intertek - QNP LLP	Kazakhstan	50%	Charter fund	Building 2A, Abay Street, Atyrau City, 060002, Kazakhstan
Intertek Geronimo JV Limited	Ghana	49%	Ordinary	1, North Industrial Area, Klan Street, Accra, Ghana

## INTERTEK TESTING SERVICES HOLDINGS LIMITED.

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 12 Associates

Details of the Company's indirect associates as at 31 December 2021 are as follows:

Name of undertaking	Country of incorporation	Ownership interest (%)	Class of shares	Address
Intertek Kimsco Co. Ltd.	Republic of Korea	50%	Ordinary	9F, Hansan Building, 115, Seosomun-ro, Jung-gu, Seoul, 04515, Republic of Korea
Intertek Testing Services Korea Limited	Republic of Korea	50%	Ordinary	1st Fl., Aju Digital Tower, 284-56, Seongsu-dong 2-ga, Seongdong-gu, Seoul 133-120, Republic of Korea
Lynx Diagnostics Inc.	Canada	50%	Ordinary-A	#220, 8 Perron Street, St Albert AB T8N 1E4, Canada
Moody International Certification Ltd	Malta	40%	Ordinary	53, Nautic, Triq l-Ortolan, San Gwann, SGN 1943, Malta
Intertek Myanmar Limited	Myanmar	39%	Ordinary	Classic Strand Cono, No.693/701, Room (4-A), (4th Floor), Merchant Road, Pabedan Township, Yangon, Myanmar
Moody International SA	Cote d'Ivoire	35%	Ordinary	4 Rue Des Brasseurs, Zone 3 , Abidjan, Cote d'Ivoire
Moody International Morocco	Morocco	30%	Ordinary	28, Rue de Provins, 2 eme etage, Casablanca, Morocco
Intertek Industry Services de Argentina S.A.	Argentina	26%	Ordinary	Cerrito 1136, 2nd floor CF, Ciudad Autonoma de, Buenos Aires, C1010AAX, Argentina

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 13 Debtors

	2021 £'000	2020 £'000
VAT recoverable	63	41
Amounts owed by fellow Group undertakings	57,674	56,900
Current tax recoverable	6,102	5,921
	<u>64,042</u>	<u>62,862</u>

Amounts due from Group undertakings are unsecured, have no fixed date of repayment and are repayable on demand. A mixture of the amounts due is interest bearing and interest free.

### 14 Credit risk

Credit risk arises in relation to loans receivable from other Group entities.

The carrying amount of financial assets recorded in the financial statements, which is net of impairment losses, represents the Company's maximum exposure to credit risk.

The Company does not hold any collateral or other credit enhancements to cover this credit risk.

#### Past due and impaired financial asset investments

A credit loss assessment was made under IFRS 9 for all current debtors. It was determined, based on an assessment of current liquidity and the availability of future operating cash flows, that amounts due from Group undertakings should be reported net of accumulated impairment provisions of £2,357,000 (2020: £230,000).

### 15 Creditors

	2021 £'000	2020 £'000
Trade creditors	681	2
Amounts owed to fellow Group undertakings	1,055,889	1,004,708
	<u>1,056,570</u>	<u>1,004,710</u>

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 16 Market risk

#### Market risk management

##### Foreign exchange risk

The carrying amounts of the Company's foreign currency denominated monetary assets and liabilities at the reporting date are as follows:

	Assets		Liabilities	
	2021	2020	2021	2020
	£'000	£'000	£'000	£'000
USD	23,600	642	56	1
EUR	6,783	7,086	86	39
Other	1,749	25,617	33	-
	<u>32,132</u>	<u>33,345</u>	<u>175</u>	<u>40</u>

##### Interest rate risk

The carrying amounts of financial liabilities and applicable interest rates at the reporting date are as follows:

	Carrying amount of financial liabilities	
	2021	2020
	£'000	£'000
Amounts owed to fellow Group undertakings	<u>914,242</u>	<u>917,264</u>

	Weighted average effective interest rate	
	2021	2020
Amounts owed to fellow Group undertakings	<u>3.01%</u>	<u>3.28%</u>

### 17 Deferred taxation

The Company has not recognised a deferred tax asset on losses of £3,487,655 (2020: £3,487,655) as it is not probable that there will be future profits against which these can be utilised.

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 18 Retirement benefit schemes

The Company participates in a group defined benefit scheme for qualifying employees. Under the scheme, the employees are entitled to retirement benefits, payable from age 65.

There is no contractual agreement or stated policy for charging the net defined benefit cost. In accordance with IAS 19 (Revised 2011), the company recognises a cost equal to its contribution payable for the period, which in the year ended 31 December 2021 was £Nil (2020: £Nil).

Further details of the Group defined benefit scheme are disclosed on pages 203-206 of the Group consolidated financial statements.

<b>19 Called up share capital</b>	<b>2021</b>	<b>2020</b>
	<b>£'000</b>	<b>£'000</b>
<b>Ordinary share capital</b>		
<i>Issued and fully paid</i>		
10,628,598,896 (2020: 10,628,598,896) Ordinary shares of 1p each	106,286	106,286

#### 20 Contingent liabilities

The Company is a member of a group of UK companies that are a part of a composite banking cross-guarantee arrangement. This is a joint and several guarantee given by all members of the Intertek UK cash pool guaranteeing the total gross liability position of the pool which was £401,000 at 31 December 2021 (2020: £3,957,000). The Company has also guaranteed the lease obligations of a fellow Group company.

From time to time, in the normal course of business, the Company may give guarantees in respect of certain liabilities of other Group undertakings. 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 a payment under the guarantee.

#### 21 Controlling party

The immediate and ultimate parent undertaking and controlling party is Intertek Group plc, which is the parent undertaking of the smallest and largest group to consolidate these financial statements. Copies of Intertek Group plc's consolidated financial statements can be obtained from the Group Company Secretary at 33 Cavendish Square, London, W1G 0PS, or on the website [www.intertek.com](http://www.intertek.com).

# INTERTEK TESTING SERVICES HOLDINGS LIMITED.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2021**

---

### **22 Related party transactions**

Under FRS 101 reduced disclosure framework, the Company has taken advantage of the exemption from the IAS24 requirement to disclose transactions with entities that are wholly owned by the Group and disclosures in respect of the compensation of key management personnel.

#### **Other transactions with related parties**

	Interest income	
	2021	2020
	£'000	£'000
Other related parties	16	18
	<u>16</u>	<u>18</u>

The following amounts were outstanding at the reporting end date:

	Amounts owed by related parties	
	2021	2020
	£'000	£'000
Other related parties	575	606
	<u>575</u>	<u>606</u>

Other related parties constitute entities that are not fully owned by the Group as presented in note 23 of the Group's consolidated financial statements. Amounts have been reviewed for impairment by reviewing the value in use of the entity from which the balance is due. No impairment of balances was deemed necessary.