
**Babcock International Support
Services Limited**

Annual Report

For the year ended 31 March 2021

**Company Registration Number:
03335786**

THURSDAY



AAHØTDKX

A10

11/11/2021

#145

COMPANIES HOUSE

Babcock International Support Services Limited

Directors and advisors

Directors

I Urquhart
N Misell
K Garvey – Appointed 28 August 2020

Company Secretary

Babcock Corporate Secretaries Limited

Registered office

33 Wigmore Street
London
W1U 1QX

Independent Auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
1 Embankment Place
London
WC2N 6RH

Strategic report

The directors present their Strategic report on the Company for the year ended 31 March 2021.

Principal activities

The Company is an intermediate holding company.

Review of the business

	2021	2020
Total loss for the year	£000 (428)	£000 (3,325)

The Company's core business activities continued to perform in line with expectations in its role as a holding company. The total loss of £428k in the year is lower than FY20 because there is no impairment on subsidiary undertaking. (2020: £2,879,000)(See note 9). At 31 March 2021 the Company had net assets of £319,516,000 (2020: £319,944,000).

The Company's major expenses are interest payable on inter-company loans and bank interest.

Future developments

The Company will continue to act as an investment holding company. The Directors are therefore confident about the future trading prospects of the Company and it continues to operate as a going concern.

Principal risks and uncertainties

The management of the business and the execution of the Company's strategy are subject to a number of risks and uncertainties. These are managed through the operational review process supplemented at Group level by independent challenge and review by the Group Risk Manager and the Audit and Risk Committee.

The key risks and uncertainties affecting the Company are considered to be related to contractual performance of its subsidiary undertakings and the political and regulatory environment.

Further discussion of these risks and uncertainties, in the context of the Group as a whole, is provided on pages 84 to 95 of the annual report of Babcock International Group PLC, which does not form part of this report.

Subsequent Events

There have been no subsequent events since 31 March 2021 requiring disclosure.

Key performance indicators

The Company's activities are managed on a sector basis. For this reason, the Company's directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of the Company.

The growth and performance of Aviation, a sector of Babcock International Group PLC, which includes the Company, is discussed on pages 56 to 57 of the Group's report, which does not form part of this report.

Babcock International Support Services Limited

Strategic report (continued)

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 Group policies and procedures which are discussed on pages 114 to 116 of the annual report of Babcock International Group PLC, which does not form part of this report.

On behalf of the Board



Kevin Garvey

Director

Babcock Investment Support Services Ltd.

1 November 2021

Babcock International Support Services Limited

Directors' report

The Directors present their report and the audited financial statements of the Company for the year ended 31 March 2021.

Results and dividends

The Company made a loss for the financial year of £428,000 (2020: loss of £3,325,000). At 31 March 2021, the Company had net assets of £319,516,000 (2020: £319,944,000). A review of the Company's business, together with information on the Company's risks and uncertainties are provided in the Strategic report.

No dividends were paid in the year (2020: £nil) and the directors do not recommend the payment of a final dividend (2020: £nil).

Future developments

Information on the future developments of the Company can be found in the Strategic report.

Financial risk management

The Company's operations expose it to a variety of financial risks that include the effects of changes in liquidity risk and interest rate cash flow risk. The Company has in place a risk management programme that seeks to limit adverse effects on the financial performance of the Company by monitoring levels of debt finance and the related finance costs:

Given the size of the Company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors of Babcock International Group PLC are implemented by the Group and Company's finance departments. Each department has a policy and procedures manual that sets out specific guidelines to allow it to manage interest rate risk, credit risk and circumstances where it would be appropriate to use financial instruments to manage these. All treasury transactions are carried out only with prime rated counter-parties. Financial Risk is managed in accordance with Group policies and procedures which are discussed on pages 89 and Note 2 of the annual report of Babcock International Group PLC, which does not form part of this report.

Liquidity risk

The Company retains access to pooled cash resources to ensure it has sufficient available funds for operations. The Company also has access to longer term funding from its ultimate parent undertaking if required.

Interest rate cash flow risk

The Company has interest-bearing liabilities. Interest-bearing liabilities accrue interest at a floating rate. The Company does not use derivative financial instruments to manage interest rate costs and, as such, no hedge accounting is applied.

Babcock International Support Services Limited

Directors' report *(continued)*

Directors

The Directors who held office during the year and up to the date of signing the Annual Report were as follows:

I Urquhart
N Misell
K Garvey – Appointed 28 August 2020

Environment

The Company recognises its responsibility to minimise so far as reasonably possible the potential for adverse impacts from its operations. It aims to achieve the highest standards in environmental management and seek accreditation to appropriate standards where appropriate.

The Company has developed and implemented an environmental policy to ensure that the impact of its activities on the environment is limited to the minimum practicable level. This policy is provided on page 67 to 70 of the annual report of Babcock International Group PLC, which does not form part of this report.

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

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

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are 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.

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.

Babcock International Support Services Limited

Directors' report *(continued)*

Qualifying third party indemnity provisions

Babcock International Group PLC provides protections for directors of Companies within the Group against personal financial exposure they may incur in their capacity as such. These include qualifying third party indemnity provisions (as defined by Companies Act 2006) for the benefit of members of Babcock International Group PLC, including, where applicable, in their capacity as a director of the Company and other companies within the Group. These indemnities came into force in 2012, were in force during the year and remain in force at the date of approval of the financial statements.

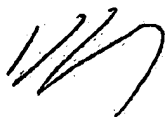
Statement of disclosure of information to auditors

Each director, as at the date of this report, has confirmed that in so far as they are aware there is no relevant audit information of which the Company's auditors are unaware, and they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of this information.

Independent auditors

PricewaterhouseCoopers LLP has now completed its final audit as external auditor. Deloitte LLP has been selected as the Company's external auditor for the financial year ending 31 March 2022 following shareholder approval at the Annual General Meeting of the Ultimate Parent, Babcock International Group PLC.

On behalf of the Board



Kevin Garvey

Director

Babcock Investment Support Services Ltd

1 November 2021

Independent auditors' report to the members of Babcock International Support Services Limited

Report on the audit of the financial statements

Opinion

In our opinion, Babcock International Support Services Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 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 March 2021; the Statement of comprehensive income, and 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.

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 March 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 Statement of directors' responsibilities, 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.

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 non-compliance of equivalent local laws and regulations, 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. 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 posting inappropriate or fictitious journal entries to manipulate the financial performance or financial position of the Company. Audit procedures performed by the engagement team included:

- Gaining an understanding of the legal and regulatory framework and considering the risk of any acts which may be contrary to applicable laws and regulations, including fraud;
- Inquiries with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud; and
- Testing journal entries and other adjustments for appropriateness and evaluating the business rationale of any significant transactions outside the normal course of business.

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. 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.

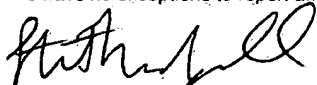
Other required reporting

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.



Stuart Macdougall (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
1 November 2021

Babcock International Support Services Limited**Statement of comprehensive income**
for the year ended 31 March 2021

	<i>Note</i>	2021 £000	2020 £000
Revenue		-	-
Operating expenses		(1)	(2,879)
Operating loss	4	(1)	(2,879)
Finance costs	5	(427)	(446)
Loss before taxation		(428)	(3,325)
Income tax expense	8	-	-
Loss for the financial year and total comprehensive expense		(428)	(3,325)

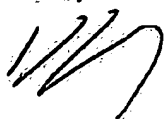
All of the above results derive from continuing operations.

Babcock International Support Services Limited**Balance sheet**
as at 31 March 2021

		2021	2020
	Note	£000	£000
Fixed assets			
Investments	9	12,783	12,783
		<u>12,783</u>	<u>12,783</u>
Current assets			
Trade and other receivables - due within one year	10	354,074	354,074
Cash and cash equivalents		1,402	-
		<u>355,476</u>	<u>354,074</u>
Trade and other payables - due within one year	11	(48,743)	(46,913)
		<u>306,733</u>	<u>307,161</u>
Net current assets			
		<u>306,733</u>	<u>307,161</u>
Net assets			
		<u>319,516</u>	<u>319,944</u>
Equity			
Called up share capital	12	26,250	26,250
Retained earnings		293,266	293,694
		<u>293,266</u>	<u>293,694</u>
Total shareholders' funds			
		<u>319,516</u>	<u>319,944</u>

The notes on pages 13 to 21 form an integral part of these financial statements.

The financial statements on pages 10 to 21 were approved by the board of directors and signed on its behalf by:



Kevin Garvey
Director
Babcock Investment Support Services Ltd
1 November 2021

Babcock International Support Services Limited**Statement of changes in equity**
for the year ended 31 March 2021

	Share capital	Retained earnings	Total shareholders' funds
	£000	£000	£000
Balance at 1 April 2019	26,250	297,019	323,269
Loss for the year	-	(3,325)	(3,325)
Balance at 31 March 2020	26,250	293,694	319,944
Balance at 1 April 2020	26,250	293,694	319,944
Loss for the year	-	(428)	(428)
Balance at 31 March 2021	26,250	293,266	319,516

The notes on pages 13 to 21 form an integral part of these financial statements.

Babcock International Support Services Limited

Notes to the financial statements

1 General information

Babcock International Support Services Limited is a private company limited by shares which is incorporated in the UK and registered in England and Wales. The address of the registered office is 33 Wigmore Street, London W1U 1QX.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101), and the Companies Act 2006.

These financial statements are prepared on a going concern basis, under the historical cost convention, as modified by the revaluation of certain financial assets and liabilities measured at fair value through the income statement, and in accordance with the Companies Act 2006. The financial statements are prepared in pounds sterling which is the functional currency of the Company and rounded to the nearest £'000.

The preparation of financial statements in conformity with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

The Company is a wholly owned subsidiary of Vosper Thornycroft (UK) Limited and of its ultimate parent, Babcock International Group PLC. It is included in the consolidated financial statements of Babcock International Group PLC which are publicly available. Therefore the Company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101 and the shareholders of the Company have been notified accordingly:

- a) IFRS 7, 'Financial Instruments: Disclosures'.
- b) Paragraphs 91 to 99 of IFRS 13, 'Fair value measurement' (disclosures of valuation techniques and inputs used for fair value measurement of assets and liabilities).
- c) Paragraph 38 of IAS 1, 'Presentation of financial statements' comparative information in respect of:
 - paragraph 79(a) (iv) of IAS 1 Share capital and reserves;
- d) The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d), 10(f), 16, 38, 40, 111, and 134-136
- e) IAS 7, 'Statement of cash flows'
- f) Paragraph 30 and 31 of IAS 8 'Accounting policies, changes in accounting estimates and errors'
- g) Paragraph 17 of IAS 24, 'Related party transactions' in respect of key management compensation
- h) The requirements of IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group

Babcock International Support Services Limited

Notes to the financial statements (*continued*)

2 Summary of significant accounting policies (*continued*)

Basis of preparation (*continued*)

- i) Paragraphs 130(f) (ii), 130(f) (iii), 134(d) to 134(f) and 135(c) to 135(e) of IAS 36, 'Impairment of assets (disclosures when the recoverable amount is fair value less costs of the disposal, assumptions involved in estimating recoverable amounts of cash generating units containing goodwill or intangible assets with indefinite useful lives and management's approach to determining these amounts).

Going concern

After making enquiries, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the directors consider it appropriate to continue to adopt the going concern basis in preparing these financial statements.

Financial Instruments

Financial Instruments are measured and classified under IFRS 9.

Investments

Investments are stated at cost less provision for impairment in value.

Taxation

Current income tax

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

Trade and other receivables

Trade and other receivables are stated at their cost less provision for bad debts. A provision for bad debt is established when there is objective evidence that the collection of the debt is no longer probable.

Trade and other receivables are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method.

Babcock International Support Services Limited

Notes to the financial statements (continued)

2 Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the balance sheet, bank overdrafts are shown within borrowings in current liabilities.

Trade and other payables

Trade and other payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

3 Critical accounting estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. No critical accounting estimates have been identified.

4 Operating loss

No impairment charge hasn't been recognised within the current year following an impairment assessment (2020: £2,879,000), see note 9 for more detail. Fees payable for the statutory audit of the financial statements of the Company in 2021 of £11,700 (2020: £9,500) have been borne by the Company's fellow subsidiary Babcock Defence & Security Holdings LLP and no allocation has been made.

Fees payable to the Company's auditors, PricewaterhouseCoopers LLP, for services other than statutory audit of the Company, are disclosed on a consolidated basis in the financial statements of the ultimate parent undertaking, Babcock International Group PLC. The Group financial statements are required to comply with the statutory disclosure requirements.

Babcock International Support Services Limited

Notes to the financial statements (continued)

5 Finance costs

	2021	2020
	£000	£000
Bank interest	15	34
Loan interest payable to group undertakings	412	412
	<u>427</u>	<u>446</u>

6 Staff costs

No staff were employed by the Company during the current or prior year.

7 Directors' remuneration

The emoluments of the directors, including pension contributions, are borne by another Babcock International Group company in their role as executives of those companies. No part of their emoluments could be attributed to their services in respect of the Company (2020: £nil) as services provided to this Company are deemed incidental to their wider role in the Group.

Babcock International Support Services Limited**Notes to the financial statements (continued)****8 Income tax expense**

The tax assessed for the year is the higher (2020: higher) as the standard effective rate of corporation tax in the UK for the year ended 31 March 2021 of 19% (2020: 19%). The differences are explained below:

	2021	2020
	£000	£000
Loss before taxation	(428)	(3,325)
Tax on loss before taxation at standard UK corporation tax rate of 19%	(81)	(632)
Effects of:		
Income not taxable for tax purposes	-	547
Group relief surrendered for nil consideration	81	85
Tax charge for the year	-	-

In 2020 budget, it was announced that the decrease in the UK rate of corporation tax from 19% to 17% was cancelled. On 24 May 2021, the Finance Act 2021 was substantively enacted, increasing the main rate of UK corporation tax from 19% to 25% with effect from 1 April 2023. As the increase of the rate to 25% had not been substantively enacted at the Balance Sheet date, its effects are not included in these Financial Statements.

Babcock International Support Services Limited

Notes to the financial statements (continued)

9 Investments

	Shares in Group undertakings £000
At 1 April 2019	22,198
Capital reduction distribution	(6,536)
Impairment	(2,879)
At 31 March 2020	12,783
At 1 April 2020	12,783
At 31 March 2021	12,783

All subsidiary undertakings are incorporated and operate in the United Kingdom (note 16).

During the year, an impairment review was carried out and no impairment was charged to the Income Statement (2020: £2,879,000).

During the year no capital reduction distribution was made in relation to Babcock Engineering Assessments Limited £0 and Vosper ManTech Limited £0 (2020: £4,792,000 and £1,744,000).

The directors believe that the carrying values of the investments are supported by either their underlying net assets or value in use.

10 Trade and other receivables – due within one year

	2021 £000	2020 £000
Amounts falling due within one year:		
Amounts owed by Group undertakings	353,077	353,077
UK corporation tax recoverable	997	997
	354,074	354,074

Amounts owed by Group undertakings are unsecured, interest free, have no fixed date of repayment, are repayable on demand and are held at amortised cost.

Babcock International Support Services Limited

Notes to the financial statements *(continued)*

11 Trade and other payables – due within one year

	2021 £000	2020 £000
Amounts falling due within one year:		
Bank overdrafts	-	2,171
Amounts owed to group undertakings	48,743	44,742
	<u>48,743</u>	<u>46,913</u>

Amounts owed to Group undertakings are unsecured, have no fixed date of repayment, and are repayable on demand. The Company has access to the Babcock International Group PLC overdraft facility.

Within the amounts owed to Group undertakings is one loan for £15,000,000 which accrues interest at 2.75% and is payable every six months (2020: £15,000,000). The remaining amounts due to Group undertakings of £33,400,000 (2020: £29,742,000) are interest free.

12 Called up share capital

	2021 £000	2020 £000
Allotted and fully paid		
26,250,000 ordinary shares of £1 each (2020: 26,250,000)	26,250	26,250

13 Guarantees and financial commitments

Contingent liabilities

At the year end the Company had guaranteed or had joint and several liability for drawn Babcock International Group PLC bank facilities of £nil (2020: £nil) provided to certain Group companies. In addition, the Company at the year end had joint and several liabilities for the drawn bank overdraft facilities of other Group companies of £nil (2020: £nil).

14 Related party disclosures

The Company has taken advantage of the exemptions within FRS 101 not to disclose transactions and balances with Babcock International Group PLC and its wholly owned subsidiaries, on the grounds that the Company itself is a wholly owned subsidiary of Babcock International Group PLC, for which consolidated financial statements are publicly available.

Babcock International Support Services Limited

Notes to the financial statements *(continued)*

15 Subsequent Events

There were no significant events which took place between 31 March 2021 and the signing of these financial statements.

16 Subsidiary undertakings

The subsidiary undertakings of Babcock International Support Services Limited at 31 March 2021 are shown below. Babcock International Support Services Limited and its subsidiaries are all incorporated and domiciled in England and Wales. All holdings are in relation to ordinary shares.

The registered office for all subsidiaries is 33 Wigmore Street, London W1U 1QX.

Name	Principal activity	Percentage held
Babcock Engineering Assessments Limited (formerly known as Babcock Careers Management Limited)	Provision of careers advice	100%
Babcock Education and Skills Limited	Provision of education services	100%
Babcock Southern Careers Limited	Dormant	100%
Babcock Technical Services Limited	Dormant	100%
Westminster Education Consultants Limited	Dormant	100%

The Company also has the following indirect subsidiary undertakings:

Name	Principal activity	Percentage held
Surrey Career Services Limited*	Provision of careers advice	94%
Babcock Lifeskills Limited	Dormant	100%

*Surrey Career Services Limited was dissolved on 16 May 2021

Babcock International Support Services Limited

Notes to the financial statements *(continued)*

17 Ultimate parent undertaking

The Company's immediate parent company is Vosper Thornycroft (UK) Limited, a company registered in England and Wales. The Company's ultimate parent undertaking and controlling party is Babcock International Group PLC, a company registered in England and Wales. The only Group in which the results of the Company are consolidated is that headed by Babcock International Group PLC.

Copies of Babcock International Group PLC Financial Statements are available from the following address:

The Company Secretary
Babcock International Group PLC
33 Wigmore Street
London W1U 1QX