

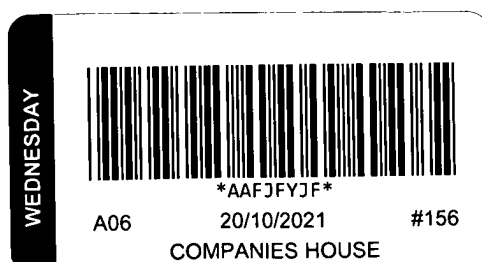
Babcock Services Group Limited

Annual Report

For the year ended 31 March 2021

Company registration number:

3939840



Babcock Services Group Limited

Directors and advisors

Current directors

S C Bowen
P L Edwards
I S Urquhart

Company secretary

Babcock Corporate Secretaries Limited

Registered office

33 Wigmore Street
London
England
W1U 1QX

Independent auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Donington Court
Pegasus Business Park
Herald Way
East Midlands
DE74 2UZ

Babcock Services Group Limited

Strategic report for the year ended 31 March 2021

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

Principal activities

The Company is a holding company for a number of businesses involved in the provision of engineered solutions and services to a worldwide customer base in the Nuclear industry.

Review of the business

	2021	2020
	£000	£000
Profit / (loss) for the financial year before taxation	1,507	(180)

The profit for the financial year resulted primarily from a dividend received from Babcock Power Maintenance Limited.

Going concern

The Company acts as an intermediate holding company for a number of dormant and trading entities (as outlined in note 14), the main trading entity being Cavendish Nuclear Limited. Cavendish Nuclear Limited meets its day-to-day working capital requirements through bank facilities and the Babcock International Group's treasury arrangements. Current forecasts and projections, taking account of reasonably possible changes in trading performance, show that this entity should be able to operate within the level of available facilities.

Principal risks and uncertainties

Due to the nature of the Company, the Company is not exposed to any material risks or uncertainties.

Further discussion of these risks and uncertainties - in the context of the Babcock International Group as a whole - including the impact of COVID-19 is provided on pages 84- 95 of the annual report of Babcock International Group PLC, and so do not form part of this report.

Future developments

The principal activity of the Company is not expected to change in the foreseeable future.


Babcock Services Group Limited

Strategic report for the year ended 31 March 2021 *(continued)*

Key performance indicators

The Group's activities are managed on a divisional basis. For this reason, the Company's directors believe that analysis using key performance indicators for the Company is not required for an understanding of the development, performance or position of the Company. The growth and performance of Nuclear, a sector of Babcock International Group PLC, which includes the Company, is discussed on pages 52 and 53 of the Group's report, and so does not form part of this report.

On behalf of the board



P L Edwards

Director

08 October 2021

Babcock Services Group Limited

Directors' report for the year ended 31 March 2021

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

Dividends

No dividends were declared in the year (2020: nil).

Future developments

The principal activity of the Company is not expected to change in the foreseeable future.

Directors

The directors who held office during the year and up to the date of signing the annual report were as follows:

S C Bowen
P L Edwards
I S Urquhart (appointed 26 March 2021)

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

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

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, including FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify the Company's shareholders in writing about the use of the disclosure exemptions, if any, of FRS 101 used in the preparation of these 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. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Babcock Services Group Limited

Directors' report for the year ended 31 March 2021 *(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 and remain in force.

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.

Reappointment of 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.

On behalf of the board



P L Edwards

Director

08 October 2021

Independent auditors' report to the members of Babcock Services Group Limited

Report on the audit of the financial statements

Opinion

In our opinion, Babcock Services Group 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 profit 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 Income statement, the Statement of comprehensive income 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.

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.

Independent auditors' report to the members of Babcock Services Group Limited
(continued)

Reporting on other information *(continued)*

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 for the year ended 31 March 2021, 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 for the year ended 31 March 2021

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 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 for the year ended 31 March 2021.

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.

Independent auditors' report to the members of Babcock Services Group Limited
(continued)

Auditors' responsibilities for the audit of the financial statements (continued)

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 UK tax law, 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 manipulation of accounting entries by management, as well as bias exhibited in accounting estimates. Audit procedures performed by the engagement team included:

- review of minutes of meetings of those charged with governance;
- auditing the risk of management override of controls including a review of journal entries posted during the year;
- review of financial statement disclosures and testing 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. 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.

Babcock Services Group Limited

Independent auditors' report to the members of Babcock Services Group Limited
(continued)


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.



Alan Walsh (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
East Midlands
08 October 2021

Babcock Services Group Limited**Income statement***for the year ended 31 March 2021*

	Note	2021 £000	2020 £000
Operating result		-	-
Income from shares in group undertakings	3	1,620	-
Finance costs	4	(113)	(180)
Profit / (loss) before taxation		1,507	(180)
Tax on profit / (loss)	8	-	-
Profit / (loss) for the financial year		1,507	(180)

All of the above results derive from continuing operations.

Statement of comprehensive income*for the year ended 31 March 2021*

	2021 £000	2020 £000
Profit / (loss) for the financial year	1,507	(180)
Other comprehensive income:	-	-
Total comprehensive income / (expense) for the year	1,507	(180)

Babcock Services Group Limited**Balance sheet***as at 31 March 2021*

	Note	2021 £000	2020 £000
Non-current assets			
Investments	9	<u>91,370</u>	91,370
Current assets			
Trade and other receivables	10	<u>101,097</u>	99,477
Current liabilities			
Trade and other payables	11	<u>(53,356)</u>	(53,243)
Net current assets		<u>47,741</u>	46,234
Net assets		<u>139,111</u>	137,604
Equity			
Called up share capital	12	59	59
Share premium account		50,906	50,906
Capital redemption reserve		46	46
Retained earnings		<u>88,100</u>	86,593
Total shareholders' funds		<u>139,111</u>	137,604

The notes on pages 13 to 19 are an integral part of these financial statements.

The financial statements on pages 10 to 19 were approved by the board of directors and signed on its behalf by:



P L Edwards

Director

08 October 2021

Statement of changes in equity
for the year ended 31 March 2021

	Called-up share capital £000	Share premium account £000	Capital redemption reserve £000	Retained earnings £000	Total share-holders' funds £000
Balance at 1 April 2019	59	50,906	46	86,773	137,784
Loss and total comprehensive expense for the financial year	-	-	-	(180)	(180)
Balance at 31 March 2020	59	50,906	46	86,593	137,604
Profit and total comprehensive income for the financial year	-	-	-	1,507	1,507
Balance at 31 March 2021	59	50,906	46	88,100	139,111

Babcock Services Group Limited

Notes to the financial statements

1 General information

Babcock Services Group Limited is a private limited company, which is incorporated and domiciled in the UK. 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 in accordance with the Companies Act 2006. These financial statements are prepared on a going concern basis, under the historical cost convention. The financial statements are prepared in sterling, which is the functional currency of the Company and rounded to the nearest thousand (Great British Pound).

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 Company is a wholly owned subsidiary of Babcock Support Services (Investments) 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:

- a) Paragraphs 45(b) and 46 to 52 of IFRS 2, 'Share based payments'
- b) IFRS 7, 'Financial instruments: Disclosures'
- c) Paragraphs 91 to 99 of IFRS 13 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities)
- d) 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;
 - paragraph 73(e) of IAS 16 Property, plant and equipment; and
 - paragraph 118(e) of IAS 38 Intangible assets (reconciliations between the carrying amount at the beginning and end of the period)
- e) The requirements of the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119(a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from Contracts with Customers.
- f) The requirements of paragraph 52, the second sentence of paragraph 89, and paragraphs 90, 91 and 93 of IFRS 16 Leases.
- g) The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d), 10(f), 16, 38, 40, 111, and 134-136
- h) IAS 7, 'Statement of cash flows'
- i) Paragraph 30 and 31 of IAS 8 'Accounting policies, changes in accounting estimates and errors'

Notes to the financial statements *(continued)*

2 Summary of significant accounting policies *(continued)*

- j) Paragraph 17 of IAS 24, 'Related party transactions' in respect of key management compensation
- k) The requirements of IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.

Going concern

The Company acts as an intermediate holding company for a number of dormant and trading entities (as outlined in note 14), the main trading entity being Cavendish Nuclear Limited. Cavendish Nuclear Limited meets its day-to-day working capital requirements through bank facilities and the Group's treasury arrangements.

Investments

Fixed asset investments are stated at cost less provision for impairment in value.

Dividend income from shares in group undertakings is recognised when the shareholders' rights to receive payment have been established (provided that it is probable that the economic benefits will flow to the company and the amount can be measured reliably).

Taxation

(a) 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.

(b) Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax basis of assets and liabilities and their carrying amounts in the financial statements. However, if the deferred income tax arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither accounting nor taxable profit or loss, it is not accounted for. Deferred income tax is determined using tax rates (and laws) that have been enacted, or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Tax is recognised in the income statement except to the extent that it relates to items recognised directly in either other comprehensive income or in equity.

Critical accounting estimates and judgements

The directors consider the receivables balances to be recoverable as the Company's ultimate parent undertaking has confirmed that it will provide such financial support and other support as is necessary to enable the Company to meet its liabilities for the foreseeable future.

The directors consider the carrying value of investments in these financial statements to be recoverable and confirm that the value of these investments reflect the impact of impairment reviews carried out.

Babcock Services Group Limited

Notes to the financial statements *(continued)*

3 Income from shares in group undertakings

	2021 £000	2020 £000
Dividend received from Babcock Power Maintenance Limited	1,620	-
	<u>1,620</u>	<u>-</u>

4 Finance costs

	2021 £000	2020 £000
Loan interest payable to group undertakings	(113)	(180)

5 Operating result

Statutory audit fees of £3,000 (2020: £3,000) were borne by a fellow subsidiary undertaking and not recharged to the company. Fees paid to the Company's auditors, PricewaterhouseCoopers LLP, and its associates, for services other than the statutory audit of the Company, are disclosed on a consolidated basis in the financial statements of the ultimate parent undertaking, Babcock International Group PLC. There were no amounts paid by this Company to the auditors in respect of non-audit fees in either year.

6 Staff costs

No staff are employed by the company (2020: None), all activities relating to the company are performed by staff employed by other companies within the group. There are no recharges payable by the Company for these activities and hence it is not possible to determine the related employee costs. Employee costs are disclosed in full within the Annual report of Cavendish Nuclear Limited.

7 Directors' emoluments

All of the directors of the Company are remunerated by other Babcock Group companies. It is not possible to make an accurate apportionment of these directors' emoluments relating to services provided to the Company and as such no disclosure of emoluments received by these directors has been made in these financial statements. No recharge is made for costs borne by the Company in relation to services performed by the directors in relation to other Babcock Group companies.

8 Tax on profit / (loss)

Tax result included in income statement

	2021 £000	2020 £000
Current tax	-	-
Deferred tax	-	-
Income tax result	<u>-</u>	<u>-</u>

Babcock Services Group Limited

Notes to the financial statements *(continued)*

8 Tax on profit / (loss) *(continued)*

The tax assessed for the year is lower (2020: *higher*) than 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 £000	2020 £000
Profit / (loss) before taxation	1,507	(180)
Profit / (loss) multiplied by standard UK corporation tax rate of 19% (2020: 19%)	286	(34)
Effects of:		
Income not taxable for tax purposes	(308)	-
Group relief for nil consideration	22	34
Total tax result for the year	-	-

In the 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.

9 Investments

	2021 £000	2020 £000
Shares in group undertakings		
At 1 April	91,370	131,370
Return of capital originally invested	-	(40,000)
At 31 March	91,370	91,370

The directors believe that the carrying value of the investments is supported by their underlying net assets.

The Company's subsidiary undertakings are listed in note 14.

10 Trade and other receivables

	2021 £000	2020 £000
Amounts falling due within one year:		
Amounts owed by group undertakings	101,097	99,477

Amounts owed by group undertakings are unsecured, interest free, and repayable on demand. Within the group loans are four loans (2020: three) amounting to £101,097,000 (2020: £99,477,000).

Babcock Services Group Limited

Notes to the financial statements *(continued)*

11 Trade and other payables

	2021 £000	2020 £000
Amounts falling due within one year:		
Amounts owed to group undertakings	<u>53,356</u>	<u>53,243</u>

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

There are two loans (2020: two) to group companies:

- A loan of £10,500,000 (2020: £10,500,000) is repayable on demand, the interest rate is 1.08239%.
- A loan of £40,000,000 (2020: £40,000,000) is repayable on demand, with no interest charge.

12 Called up share capital

	2021 £000	2020 £000
Authorised		
1,000,000 (2020: 1,000,000) 'A' Ordinary shares of 10p each	<u>100</u>	<u>100</u>
Allotted and fully paid		
586,146 (2020: 586,146) 'A' Ordinary shares of 10p each	<u>59</u>	<u>59</u>

13 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 the consolidated financial statements are publicly available.

Babcock Services Group Limited

Notes to the financial statements *(continued)*

14 Subsidiary, and associate and joint venture undertakings

All related undertakings for the Company are as listed below:

Company Name	Registered office	Country	Interest	Direct %	Indirect %
Babcock Power Maintenance Limited *	33 Wigmore Street, London, W1U 1QX	UK	1 Ordinary share	100%	-
Cavendish Nuclear (Overseas) Limited	33 Wigmore Street, London, W1U 1QX	UK	25,000 Ordinary shares	100%	-
Cavendish Nuclear Limited	33 Wigmore Street, London, W1U 1QX	UK	15 Ordinary shares and 50,000 Preference shares	100%	-
Cavendish Bocard Nuclear Limited	33 Wigmore Street, London, W1U 1QX	UK	51 Ordinary shares	-	51%
Cavendish Dounreay Partnership Limited	33 Wigmore Street, London, W1U 1QX	UK	50 Ordinary shares	-	50%
Cavendish Fluor Partnership Limited	33 Wigmore Street, London, W1U 1QX	UK	65 Ordinary shares	-	65%
Cavendish Nuclear Manufacturing Limited **	33 Wigmore Street, London, W1U 1QX	UK	1,000,000 Ordinary shares	-	100%
Cavendish Nuclear Japan KK	GYB Akihabara, Room 405, Kandasuda-Cho 2-25 Chiyoda – Ku Tokyo, Japan	Japan	20 Ordinary Shares	100%	-
Babcock Integration LLP	33 Wigmore Street, London, England, W1U 1QX	UK	1 Ordinary Share	-	3.23%
Babcock IP Management (Number One) Limited	33 Wigmore Street, London, England, W1U 1QX	UK	1 Ordinary Share	-	0.02%

* This entity had a capital reduction reducing from £2,900,000 to £1 on 8 September 2020 and was liquidated post year end.

** This entity was sold on 18 September 2020.

Babcock Services Group Limited

Notes to the financial statements *(continued)*

15 Ultimate parent undertaking

The Company's immediate parent company is Babcock Support Services (Investments) 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