

BAE Systems Surface Ships Intermediate Holdings Limited

Annual Report and Financial Statements

31 December 2021

Registered number: 04373908



Contents

	Page
Directors' Report	1
Directors' Responsibilities Statement	2
Income Statement	3
Statement of Comprehensive Income	3
Balance Sheet	4
Statement of Changes in Equity	5
Notes to the Financial Statements	6 - 10

Directors' Report

Company registration

BAE Systems Surface Ships Intermediate Holdings Limited (the "Company") is a private company, limited by shares and registered in England and Wales with the registered number 04373908.

Results and dividends

The directors do not propose a dividend for 2021 (2020 interim dividend paid: £2,153k).

Business review and principal activities

The Company has been dormant, as defined in section 1169 of the Companies Act 2006, throughout the year under review.

Going concern

The Company has ceased to trade, and on this basis the financial statements have not been prepared on a going concern basis.

Directors and their interests

The directors who served throughout the year and up to the date of this Directors' Report, unless otherwise stated, were as follows:

S K Chaddah (resigned 13 April 2021)
Sir Simon Lister (appointed 01 January 2021)
C F Campbell (appointed 29 March 2022)

The Board is not aware of any contract of significance in relation to the Company in which any director has, or has had, a material interest.

Approved by the Board and signed on its behalf by:



S R Lister
Director

Date: 27 June 2022

Registered office:
BAE Systems Surface Ships Intermediate Holdings Limited
Warwick House
PO Box 87
Farnborough Aerospace Centre
Hampshire
GU14 6YU
United Kingdom

Directors' Responsibilities Statement

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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 ("FRS 101") Reduced Disclosure Framework.

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; and
- make judgements and accounting estimates that are reasonable and prudent.

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.

BAE Systems Surface Ships Intermediate Holdings Limited
Annual Report and Financial Statements
31 December 2021

Income Statement

for the year ended 31 December 2021

	Note	2021 £000	2020 £000
Other operating income	2	-	2
Operating profit		<u>-</u>	<u>2</u>
Profit for the financial year		<u>-</u>	<u>2</u>

Statement of Comprehensive Income

for the year ended 31 December 2021

	Note	2021 £000	2020 £000
Profit for the financial year		-	2
Total comprehensive income for the year		<u>-</u>	<u>2</u>

The results for 2020 arise from discontinued activities.

BAE Systems Surface Ships Intermediate Holdings Limited
Annual Report and Financial Statements
31 December 2021

Balance Sheet
as at 31 December 2021

	Note	2021 £000	2020 £000
Current assets			
Other receivables	6	19,657	19,657
		<u>19,657</u>	<u>19,657</u>
Current liabilities			
Other payables	7	(19,654)	(19,654)
		<u>(19,654)</u>	<u>(19,654)</u>
Net assets		<u>3</u>	<u>3</u>
Capital and reserves			
Issued share capital	8	2	2
Retained earnings		1	1
Total equity		<u>3</u>	<u>3</u>

The Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

Approved by the Board on 27 June 2022 and signed on its behalf by:



S R Lister
Director

Registered number: 04373908

Statement of Changes in Equity
for the year ended 31 December 2021

	Issued share capital £000	Retained earnings £000	Total equity £000
At 1 January 2020	1,773	381	2,154
Profit for the year	-	2	2
Dividends	-	(2,153)	(2,153)
Shares cancelled during the year	(1,771)	1,771	-
At 31 December 2020	<u>2</u>	<u>1</u>	<u>3</u>
At 31 December 2021	<u>2</u>	<u>1</u>	<u>3</u>

The notes on pages 6 to 10 form part of these financial statements.

Notes to the Financial Statements

1. Accounting policies

1.1 Basis of preparation

These financial statements have been prepared in accordance with FRS 101. The Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards and International Accounting Standards, but makes amendments where necessary in order to comply with the Companies Act 2006, and has taken advantage of the FRS 101 disclosure exemptions where appropriate.

The Company intends to continue to prepare its financial statements in accordance with FRS 101.

The following paragraphs summarise the main accounting policies of the Company and have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

The Company has ceased to trade, and on this basis the financial statements have not been prepared on a going concern basis. No adjustments have been necessary for adopting this basis.

1.2 Other receivables

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 Company will not be able to collect all amounts due according to the original terms of the receivables.

1.3 Other payables

Other payables are stated at amortised cost.

1.4 Tax

Tax expense comprises current tax. Current tax is recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income. It is the expected tax payable or receivable on the taxable profit or loss for the year, using tax rates enacted at the reporting date, and any adjustment to tax payable in respect of the previous years.

1.5 Dividends

Equity dividends paid on ordinary share capital are recognised as a liability in the period in which they are declared.

Notes to the Financial Statements

2. Other income

	2021	2020
	£000	£000
Other	-	2
	<u>-</u>	<u>2</u>
	<u>-</u>	<u>2</u>

3. Operating costs

The remuneration of the auditor for the year ended 31 December 2021 for auditing of the financial statements was £nil (2020: £14k) and £nil (2020: £nil) in respect of non-audit work and was borne by fellow group undertaking.

4. Employees

The Company has no employees (2020: nil).

None of the directors received any emoluments from the Company during the year. All directors who served during the year were employed by BAE Systems plc or other group companies and were remunerated by those companies.

Notes to the Financial Statements

5. Tax

The Company has not provided for current tax for the year as any taxable profits will be covered by the surrender of losses from fellow group companies, in respect of which no payment will be made.

Reconciliation of tax expense

The following reconciles the expected tax (expense), using the UK corporation tax rate, to the reported tax result:

	2021 £000	2020 £000
Result before tax	-	2
UK corporation tax rate	19.00%	19.00%
Expected tax result	-	-
Imputed interest income	-	(4)
Losses received from BAE Systems plc group companies free of charge	-	4
Tax result	-	-

6. Other receivables

	2021 £000	2020 £000
Current		
Amounts owed by BAE Systems plc subsidiaries	19,657	19,657
	19,657	19,657

Amounts owed by BAE Systems plc and its subsidiaries are payable on demand. No interest is applied to amounts owed.

Notes to the Financial Statements

7. Other payables

	2021	2020
	£000	£000
Current		
Amounts owed to BAE Systems plc and its subsidiaries	19,654	19,654
	<u>19,654</u>	<u>19,654</u>

Amounts owed to BAE Systems plc and its subsidiaries are payable on demand. No interest is applied to amounts owed.

8. Share capital

	£0.00001 Ordinary shares	Nominal value £000
Issued and fully paid		
At 31 December 2021	<u>177,329,127</u>	<u>2</u>

9. Dividends

	2021	2020
	£000	£000
Dividend proposed and paid in the year	-	2,153
	<u>-</u>	<u>2,153</u>

The director does not propose a dividend for the year. An interim dividend of £2,153,000 was paid in prior year.

Notes to the Financial Statements

10. Controlling parties

The immediate parent company is BAE Systems Surface Ships Limited and the ultimate parent company and controlling party is BAE Systems plc, which is both the smallest and largest parent company preparing group financial statements. Both companies are incorporated in the United Kingdom and registered in England and Wales.

The consolidated financial statements of BAE Systems plc are available to the public and may be obtained from its registered address:

6 Carlton Gardens
London
SW1Y 5AD

Website: www.baesystems.com