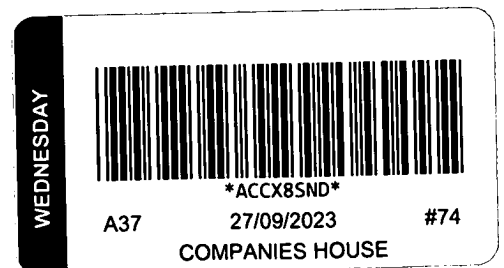


Company registration number: 06415567

WB/TT Holdings Limited

Annual Report and Financial Statements
for the Year Ended 31 December 2022



WB/TT Holdings Limited

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WB/TT Holdings Limited

Company Information

Directors	D L Penfold J S Gilbert-Rolfe
Registered office	Warner House 98 Theobald's Road London WC1X 8WB
Auditor	Shipleys LLP 10 Orange Street London WC2H 7DQ
Banker	Barclays Bank PLC 8/9 Hanover Square London W1A 4ZW

WB/TT Holdings Limited

Strategic Report for the Year Ended 31 December 2022

The directors present their Strategic Report for the year ended 31 December 2022. In preparing this Strategic Report, the directors have complied with section 414c of the Companies Act 2006.

Principal activity

The main purpose of the company is to act as a holding company.

Results

Loss for the year after taxation amounted to £(1,142,000) (2021 - £1,517,610,000).

Review of the business

The company is not expected to have significant activity levels either now or in the future. The directors do not therefore track KPIs.

Principal risks and uncertainties

An analysis of the risks and uncertainties of the Warner Bros. Discovery, Inc. group are discussed in the group's Annual Report which is publicly available.

The risks and uncertainties of the main subsidiary trading companies, TT Games Limited and TT Games Studios Limited, are discussed in their own Annual Reports which are publicly available.

The company is not directly exposed to risks or uncertainties as it acts predominantly as a holding company.

WB/TT Holdings Limited

Strategic Report for the Year Ended 31 December 2022 (continued)

Section 172(1) Statement

Introduction

Each of the directors of WB/TT Holdings Limited ("the Company") are aware of their obligation to act in the way they consider, in good faith, would be most likely to promote the success of the Company for the benefit of its members as a whole, and in doing so to have regard to the matters set out in paragraphs (a) to (f) of Section 172(1) of the Companies Act 2006 ("Section 172(1)").

The immediate parent company of the Company is Time Warner Holdings Limited, which holds all the shares in the Company. The Company and Time Warner Holdings Limited are each a wholly-owned indirect subsidiary of Warner Bros. Discovery, Inc. ("WBD Inc."), a United States company listed on the Nasdaq Global Select Market and governed by the listing rules of the United States Securities and Exchange Commission. The Board of the Company accepts WBD Inc.'s group policy that all of WBD Inc.'s directly and indirectly wholly-owned subsidiaries must have regard to the interests of all identifiable stakeholders when making board decisions.

The directors consider it essential to maintain the Company's and WBD Inc.'s reputation for high standards of business conduct. The directors are responsible for setting, monitoring, and upholding the culture, values, standards, ethics, and brand of WBD Inc. in all markets the Company operates in, to ensure that the Company's obligations to its shareholders, employees, customers and third parties are met. The directors are also focused on the wider social context in which the Company operates and looks to build relationships with all stakeholders based on continuing dialogue and openness.

The directors continue to have regard to the interests of the Company's stakeholders, including the Company's activities in the community and the Company's reputation when making decisions. Whilst acting in good faith and fairly towards its sole member, the directors consider what is most likely to promote the success of the Company for its sole member in the long term.

Standards of Business Conduct

A copy of the detailed Code of Ethics approved by the directors is set out at: <https://wbd.com/code-of-ethics/>. The Code of Ethics includes details of the WBD group mission, Guiding Principles, and Purpose and Overview. The Code covers a broad range of topics upon which all employees must agree to observe at all times. Regular training is offered to all employees. The Code includes key topics such as complying with laws and regulations, making the right ethical decisions, accounting practices, conflicts of interest, anti-corruption, cross border business, fair competition, insider trading, misuse of funds and fraud, respecting human rights, confidential information and intellectual property, data privacy, communicating with the public, using social media, political activity, company resources, diversity, equal opportunity and non-discrimination, harassment free workplace, safe and healthy work environment and whistleblowing.

Relations with Stakeholders

The directors engage directly with stakeholders on certain issues but due to the size and distribution of stakeholders, this engagement often takes place at operational level. The directors consider reporting and information from across the organisation to help them understand the impact of the Company's operations and the interests and views of the key stakeholders. The directors also review strategy, financial and operational performance, as well as information covering areas such as key risks, legal and regulatory compliance. As a result of these activities, the directors have an overview of engagement with stakeholders and other relevant factors.

WB/TT Holdings Limited

Strategic Report for the Year Ended 31 December 2022 (continued)

Section 172(1) Statement (continued)

Relations with Shareholders

The directors note that the need to act fairly as between members (i.e., shareholders) of the Company (as set out in paragraph (f) of Section 172(1)) requires less consideration in standard decision-making processes, given that the Company has only a single member, but note that they welcome opportunities to engage with the sole shareholder.

On behalf of the Board

James GR
James GR (Sep 7, 2023 07:16 PDT)

.....
J S Gilbert-Rolfe
Director

Date: 07-Sep-2023

WB/TT Holdings Limited

Directors' Report for the Year Ended 31 December 2022

The directors present their annual report on the affairs of WB/TT Holdings Limited ("the company") together with the financial statements for the year ended 31 December 2022.

Dividends

Interim dividends of US\$nil (2021 - US\$nil), were paid during the year. The directors do not recommend the payment of a final dividend (2021 - US\$nil).

Going concern

The directors have reviewed the current financial performance and position of the company and are confident that it will not lead to the company no longer being a going concern. The operations of the company continue to be cash generative, and in the unlikely event that it is not possible for the company to meet its liabilities as they fall due and also due to the centralised cash pooling arrangements, the ultimate parent company WBD Inc. has agreed to provide continued financial support to the company for the foreseeable future, for 12 months from the date of approval of the financial statements, to meet its obligations as and when they fall due.

Taking into account the position of the ultimate parent company, the directors are of the view that there are no events expected to have a material adverse impact on the company's ability to continue as a going concern, for a period of 12 months from the date of approval of the financial statements. Accordingly, they continue to adopt the going concern basis in preparing these financial statements.

Directors of the company

The following were directors of the company who served throughout the year and were still directors at the date of this report:

D L Penfold
J S Gilbert-Rolfe

The Articles of Association do not require directors to retire either by rotation or in the year of appointment.

Directors qualifying third party indemnity provisions

The company may indemnify one or more directors of the company against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006 and the company may purchase insurance for this purpose. Warner Bros. Discovery, Inc. has purchased a directors and officers liability insurance policy for the benefit of the company and its directors and such policy was in force during the year and is in force as at the date of approving the Directors' Report.

Employee Engagement

The company has no employees and therefore has nothing to report in respect of employee engagement activity during the year.

Streamlined Energy and Carbon Reporting (SECR)

The company has not consumed more than 40,000 kWh of energy in the reporting period and is therefore exempt from providing further information under the Companies (Director's Report) and Limited Liability Partnerships (Energy and Carbon Report) Regulations 2018.

WB/TT Holdings Limited

Directors' Report for the Year Ended 31 December 2022 (continued)

Reappointment of auditors

Pursuant to section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and Shipleys LLP will continue in office.

Disclosure of information to the auditors

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the director has taken all the steps that he/ she ought to have taken as a director in order to make himself/ herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

The financial statements on pages 12 to 21 were approved by the Board of Directors on the date noted below and signed on its behalf by

James GR
James GR (Sep 7, 2023 07:16 PDT)

.....
J S Gilbert-Rolfe
Director

Date: 07-Sep-2023

WB/TT Holdings Limited

Statement of Directors' Responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" 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 apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards comprising FRS 102 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. 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.

WB/TT Holdings Limited

Independent Auditor's Report to the Members of WB/TT Holdings Limited

Opinion

We have audited the financial statements of WB/TT Holdings Limited (the 'company') for the year ended 31 December 2022, which comprise the Statement of Financial Position, and notes 1 to 11, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2022 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

WB/TT Holdings Limited

Independent Auditor's Report to the Members of WB/TT Holdings Limited (continued)

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion 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 such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in 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 in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

WB/TT Holdings Limited

Independent Auditor's Report to the Members of WB/TT Holdings Limited (continued)

Responsibilities of directors

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

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

Auditor's responsibilities for the audit of the financial statements

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

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:

- We obtained an understanding of the Company's business, controls, legal and regulatory frameworks, laws and regulations and assessed the susceptibility of the Company's financial statements to material misstatement from irregularities, including fraud, are instances of non-compliance with laws and regulations.
- Based on this understanding we designed our audit procedures to detecting irregularities, including fraud. Testing undertaken included making enquiries on the management; journal entry testing; review of contracts and statements; review of bank statements and letters and any correspondence received from regulatory bodies; reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations. These procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

WB/TT Holdings Limited

Independent Auditor's Report to the Members of WB/TT Holdings Limited (continued)

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

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

Stewart Jell
Stewart Jell (Sep 8, 2023 16:29 GMT+1)

.....
Stewart Jell (Senior Statutory Auditor)
For and on behalf of Shipleys LLP,

Chartered accountant & Statutory auditor
10 Orange Street
Haymarket
London
WC2H 7DQ

08-Sep-2023
Date:.....

WB/TT Holdings Limited

Statement of Income and Retained Earnings for the Year Ended 31 December 2022

	Note	Year ended 31 December 2022 US\$ 000	Year ended 31 December 2021 US\$ 000
Administrative expenses		32	9,975
Operating profit	2	32	9,975
Income from Investments		-	125,000
Gain on Investments		(20,203)	1,382,635
Interest receivable	4	21,030	-
Profit on ordinary activities before taxation		859	1,517,610
Taxation on profit on ordinary activities	5	2,001	-
(Loss)/profit for the financial year		(1,142)	1,517,610
Retained earnings at 1 January		1,569,982	52,372
Dividends paid		-	-
Retained earnings at 31 December		<u>1,568,840</u>	<u>1,569,982</u>

All amounts relate to continuing operations.

There is no difference between profit for the financial year and total comprehensive income for the year, and accordingly no separate statement of comprehensive income has been presented.

The notes on pages 14 to 21 form an integral part of these financial statements.

WB/TT Holdings Limited
Statement of Financial Position
as at 31 December 2022

	Note	31 December 2022 US\$ 000	31 December 2021 US\$ 000
Fixed assets			
Investments	6	<u>370,653</u>	<u>370,653</u>
Current assets			
Debtors	7	1,610,793	1,581,200
Cash at bank and in hand		<u>16,211</u>	<u>718</u>
		1,627,004	1,581,918
Creditors: amounts falling due within one year	8	<u>(51,617)</u>	<u>(5,389)</u>
Net current assets		<u>1,575,387</u>	<u>1,576,529</u>
Net assets		<u>1,946,040</u>	<u>1,947,182</u>
Capital and reserves			
Called up share capital		377,200	377,200
Profit and Loss Account		1,568,840	1,569,982
Dividends		<u>-</u>	<u>-</u>
Total shareholder's funds		<u>1,946,040</u>	<u>1,947,182</u>

Company registration number: 06415567

Date: 07-Sep-2023

Approved by the Board and signed on its behalf by:

James GR
James GR (Sep 7, 2023 07:16 PDT)

.....
J S Gilbert-Rolfe
Director

The notes on pages 14 to 21 form an integral part of these financial statements.

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

a) Statement of compliance

WB/TT Holdings Limited is a limited liability company incorporated in England. The Registered Office is Warner House, 98 Theobald's Road, London, WC1X 8WB.

The company's financial statements have been prepared in compliance with FRS 102 as it applies to the financial statements of the company for the year ended 31 December 2022.

b) Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and with applicable United Kingdom accounting standards.

The financial statements are prepared in US dollars which is the functional currency of the company and rounded to the nearest US\$'000.

The company has taken advantage of the exemption from the requirement to prepare consolidated financial statements available under s401 of the Companies Act 2006, as it was at the year end a wholly-owned subsidiary undertaking of AT&T Inc., a company incorporated in the United States of America, who prepared publicly available financial statements as at the year end (see note 11).

Going concern

The directors have reviewed the current financial performance and position of the company and are confident that it will not lead to the company no longer being a going concern. In the unlikely event that it is not possible for the company to meet its liabilities as they fall due and also due to the centralised cash pooling arrangements, the ultimate parent company WBD Inc. has agreed to provide continued financial support to the company for the foreseeable future, for 12 months from the date of approval of the financial statements, to meet its obligations as and when they fall due.

Taking into account the position of the ultimate parent company, the directors are of the view that there are no events expected to have a material adverse impact on the company's ability to continue as a going concern, for a period of 12 months from the date of approval of the financial statements. Accordingly, they continue to adopt the going concern basis in preparing these financial statements.

Statement of cash flows

The company has taken advantage of the exemption in FRS 102.1.12(b) Reduced disclosures for subsidiaries. A statement of cashflows has not been prepared as the company is a member of a group where the parent, Warner Bros. Discovery, Inc., prepares publicly available consolidated financial statements and the company is included in the consolidation (see note 11).

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

1 Accounting policies (continued)

b) Basis of preparation (continued)

Related parties

The company has taken advantage of the exemption in FRS 102.1.12(e) Reduced disclosures for subsidiaries. Key management remuneration has not been disclosed as the company is a member of a group where the parent, Warner Bros. Discovery, Inc., prepares publicly available consolidated financial statements and the company is included in the consolidation (see note 11).

The company has taken advantage of the exemption in FRS 102.33.1A not to disclose related party transactions with fellow wholly-owned subsidiary undertakings of Warner Bros. Discovery, Inc., which prepares publicly available consolidated financial statements (see note 11).

c) Judgements and key sources of estimation uncertainty

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 statement of financial position 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. The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Interest receivable and payable

Interest income and expense are recognised on an accruals basis.

d) Significant accounting policies

Deferred taxation

Deferred tax is recognised without discounting in respect of all timing differences which are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax assets are only recognised to the extent that they are considered recoverable against future taxable profits.

Foreign currencies

Transactions in foreign currencies are initially recorded in the entities functional currency by applying the spot rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the statement of financial position date. All differences are taken to the income statement.

Investments

Investments are stated at cost less provision for impairments.

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

1 Accounting policies (continued)

d) Significant accounting policies (continued)

Taxation

The company recognises liabilities for anticipated uncertain corporation tax positions based on reasonable estimates of whether additional taxes will be due and the timing of those additional taxes. Further details are contained in note 5.

Management estimation is required to determine the amount of deferred tax assets that can be recognised, based upon likely timing and level of future taxable profits.

Dividend income

Dividend income is recognised when the right to receive payment is established.

Impairment of investments

The company makes an estimate of the recoverable value of its investments. When assessing impairment of its investments, management considers factors including the current performance and liquidity of the investment, future prospects for the investments, and market conditions.

2 Operating (loss)/profit

This is stated after charging:

	Year ended 31 December 2022 US\$ 000	Year ended 31 December 2021 US\$ 000
Auditors' remuneration - audit of the financial statements	<u>3</u>	<u>4</u>

3 Directors' remuneration

The directors of the company are also directors of, and are paid by, other companies in the group in the current and prior year. They have minimal qualifying services to the company and receive no remuneration in respect of the company.

4 Interest receivable and similar income

	Year ended 31 December 2022 US\$ 000	Year ended 31 December 2021 US\$ 000
Interest receivable and similar income	<u>21,030</u>	<u>-</u>

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

5 Taxation

- a) The tax charge based on the profit for the year is US\$2,001,000 (2020 - US\$nil).
b) Factors affecting the total tax charge:

The standard rate of current tax for the year, based on the UK standard rate of corporation tax is 19% (2021 - 19%).

The tax charge for the year differs from the standard rate for the reasons in the reconciliation below:

	Year ended 31 December 2022 US\$ 000	Year ended 31 December 2021 US\$ 000
Profit before tax	859	1,517,610
Corporation tax at standard rate	163	288,346
Factors affecting the tax charge:		
Disallowable expenses	3,839	92
Non taxable gain on investment	-	(264,685)
Non taxable dividends	-	(23,750)
Group relief received for nil consideration	(2,001)	(3)
	(1,838)	288,346
Total tax charge (see note 5(a) above)	2,001	-

c) Factors affecting future tax charges

The Finance Act 2021, enacted on 10 June 2021, included legislation to increase the rate of Corporation tax to 25% as of 1 April 2023. The rate rise has no material impact on these or future accounts.

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

6 Investments

	Investments in subsidiary undertakings US\$ 000
Cost	
At 31 December 2021	850,860
Disposals	<u>(109,554)</u>
At 31 December 2022	<u>741,306</u>
Net book value	
At 31 December 2022	<u>741,306</u>
At 31 December 2021	<u>850,860</u>

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of registration	Holding	Proportion of voting rights and shares held	
			2022	2021
TT Games Limited	England and Wales	Ordinary shares	100%	100%
TT Games Studios Limited*		Ordinary shares	100%	100%
Playdemic Limited^	England and Wales	Ordinary shares	0%	0%
Playdemic Development Limited*^	England and Wales	Ordinary shares	0%	0%
Warner Bros. Games Manchester Limited*	England and Wales	Ordinary shares	100%	100%
TT Animation Limited*	England and Wales	'A' Ordinary shares	60%	60%
Warner Bros. Games Limited*	England and Wales	Ordinary & Preference shares	100%	100%

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

6 Investments (continued)

*Held by a subsidiary undertaking

The registered office of all of the above subsidiaries is Warner House, 98 Theobald's Road, London, WC1X 8WB.

^On 20th September 2021 Playdemic Ltd (an investment held by WBTT Holdings Ltd) was sold to Electronic Arts Inc. (EA) for a value of \$1.4bn. Under the agreement, the ownership of Playdemic Ltd transferred from its current Ultimate Parent undertaking, AT&T Inc. to Electronic Arts Inc.

Subsidiary undertakings

TT Games Limited

The principal activity of TT Games Limited is computer games publishing.

*TT Games Studios Limited**

The principal activity of TT Games Studios Limited* is computer games development.

Playdemic Limited^

The principal activity of Playdemic Limited^ is computer games development.

Playdemic Development Limited^*

The principal activity of Playdemic Development Limited*^ is production of interactive digital entertainment.

*Warner Bros. Games Manchester Limited**

The principal activity of Warner Bros. Games Manchester Limited* is developing interactive entertainment.

*TT Animation Limited**

The principal activity of TT Animation Limited* is production of animated films.

*Warner Bros. Games Limited**

The principal activity of Warner Bros. Games Limited* is that of publishing interactive entertainment.

7 Debtors

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

7 Debtors (continued)

	31 December 2022 US\$ 000	31 December 2021 US\$ 000
Amounts owed by group undertakings	1,610,792	1,575,171
VAT receivable	1	1
Other debtors	-	6,028
	<u>1,610,793</u>	<u>1,581,200</u>

8 Creditors

	31 December 2022 US\$ 000	31 December 2021 US\$ 000
Due within one year		
Amounts owed to group undertakings	49,616	62
Other creditors	-	5,327
Corporation tax payable	2,001	-
	<u>51,617</u>	<u>5,389</u>

All amounts owed to fellow group undertakings are unsecured, interest free and repayable on demand.

9 Called up share capital

Allotted, called up and fully paid shares

	2022		2021	
	No. 000	US\$ 000	No. 000	US\$ 000
Ordinary 'A' shares of US\$1 each	365,884	365,884	365,884	365,884
Ordinary 'B' shares of US\$1 each	11,316	11,316	11,316	11,316
	<u>377,200</u>	<u>377,200</u>	<u>377,200</u>	<u>377,200</u>

10 Contingent liabilities

The company has entered into a group composite accounting agreement with its bankers. The terms of the agreement permit the bankers, without notice, to draw down funds deposited into the system, and to offset borrowings drawn down from the system by other group members who are also parties to these arrangements. At the statement of financial position date, funds deposited by the company into the system, and potentially at risk to cover liabilities elsewhere in the group, amounted to US\$709,000 (2020 - US\$356,000).

WB/TT Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

11 Ultimate parent undertaking

The company's immediate parent undertaking is Time Warner Holdings Limited.

Up until 8 April 2022, the company's ultimate parent undertaking was, AT&T Inc., a company incorporated in the United States of America. Copies of AT&T Inc.'s financial statements can be obtained from 208 S. Akard St, Dallas, TX 75202, USA.

From 8 April 2022, the ultimate parent company is Warner Bros. Discovery, Inc. Copies of Warner Bros. Discovery, Inc.'s financial statements can be obtained from 230 Park Avenue South, New York City, New York, USA.