

Company registration number: 06950777

# Big Pixel Studios Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2021



# **Big Pixel Studios Limited**

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# **Big Pixel Studios Limited**

## **Company Information**

<b>Directors</b>	E Browne R Friend
<b>Registered office</b>	160 Old Street London EC1V 9BW
<b>Auditor</b>	Ernst & Young LLP 1 More London Place London SE1 2AF
<b>Banker</b>	Barclays Bank PLC 8/9 Hanover Square London W1A 4ZW

## **Big Pixel Studios Limited**

### **Directors' Report for the Year Ended 31 December 2021**

The directors present their annual report on the affairs of Big Pixel Studios Limited ("the company") together with the financial statements for the year ended 31 December 2021.

#### **Principal activity**

The principal activity of the company is that of computer game development. This activity ceased in January 2021.

#### **Results and dividends**

Loss for the year after taxation amounted to \$135,000 (2020 - profit of \$357,000).

No dividends were paid during the year (2020 - \$nil).

#### **Post balance sheet event**

On 8 April 2022, the then ultimate parent company, AT&T Inc. combined the Warner Media content unit with Discovery Inc. Under the agreement, this formed a new media company called Warner Bros. Discovery, Inc. which is separate from AT&T Inc.

#### **Going Concern**

The directors have reviewed the current financial performance and position of the company and considered the impact of COVID-19 on the future trading 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 intermediate parent company Warner Media, LLC 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 intermediate 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:

E Browne  
R Friend

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.

## Big Pixel Studios Limited

### Directors' Report for the Year Ended 31 December 2021 (continued)

#### Reappointment of auditors

Ernst & Young LLP have confirmed their intention to resign upon completion of the audit for the financial year ending on 31 December 2021, due to the Company's alignment with the ultimate parent company, Warner Bros. Discovery, Inc. The Company will appoint a new external auditor accordingly.

#### 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.

#### Small companies' exemption

In preparing the Directors' Report, the directors have taken advantage of the small companies' exemption under section 415(A) of the Companies Act 2006. The directors have also taken the exemption under section 414(B) not to prepare a Strategic Report.

On behalf of the Board



Ellie Browne (Sep 29, 2022 14:31 GMT+1)

E Browne  
Director

Date: 29/09/2022

## **Big Pixel Studios 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 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; and
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- 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.

## **Big Pixel Studios Limited**

### **Independent Auditor's Report to the Members of Big Pixel Studios Limited**

#### **Opinion**

We have audited the financial statements of Big Pixel Studios Limited (the 'company') for the year ended 31 December 2021 which comprise the Statement of Income and Retained Earnings, the Statement of Financial Position and the related notes 1 to 9, 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 company's affairs as at 31 December 2021 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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 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. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

## **Big Pixel Studios Limited**

### **Independent Auditor's Report to the Members of Big Pixel Studios 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 contained within the annual report.

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.

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 course of 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 this gives to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the 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;
- 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.



## **Big Pixel Studios Limited**

### **Independent Auditor's Report to the Members of Big Pixel Studios Limited (continued)**

#### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement set out on page 4, 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.

#### ***Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud***

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. 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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

## **Big Pixel Studios Limited**

### **Independent Auditor's Report to the Members of Big Pixel Studios Limited (continued)**

#### ***Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud (continued)***

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are those that relate to the reporting framework (FRS 102 and Companies Act 2006), the relevant direct and indirect tax compliance regulation in the jurisdiction in which the company operates and the EU General Data Protection Act (GDPR). In addition, the Company has to comply with laws and regulations relating to its domestic operations including health and safety, relevant employee law matters, data protection and anti-bribery and corruption.
- We understood how the Company is complying with those frameworks by making inquiries of management and those responsible for legal and compliance procedures to understand how the Company maintains and communicates its policies and procedures in these areas and corroborated this by reviewing supporting documentation.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering management override, performance targets and their influence on efforts made by management to manage the financial result. We incorporated data analytics into our testing and performed audit procedures over manual journals including segregation of duties. We tested specific transactions back to source documentation or independent confirmations appropriate.
- Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved reading minutes from Board of Directors and enquiries of management.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

## **Big Pixel Studios Limited**

### **Independent Auditor's Report to the Members of Big Pixel Studios Limited (continued)**

#### **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.

*Ernst & Young LLP*

.....  
Philip Young (Senior Statutory Auditor)  
For and on behalf of Ernst & Young LLP, Statutory Auditor  
London

Date: 29 September 2022  
.....

# Big Pixel Studios Limited

## Statement of Income and Retained Earnings for the Year Ended 31 December 2021

		Year ended 31 December 2021 \$ 000	Year ended 31 December 2020 \$ 000
	Note		
Turnover		1,587	3,235
Administrative expenses		<u>(1,587)</u>	<u>(3,517)</u>
Operating loss		-	(282)
Interest receivable		<u>-</u>	<u>1</u>
Loss on ordinary activities before taxation		-	(281)
Taxation on (loss)/profit on ordinary activities	4	<u>(135)</u>	<u>638</u>
(Loss)/profit for the financial year		(135)	357
Retained earnings at 1 January		<u>1,138</u>	<u>781</u>
Retained earnings at 31 December		<u><u>1,003</u></u>	<u><u>1,138</u></u>

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 12 to 19 form an integral part of these financial statements.

**Big Pixel Studios Limited**

**Statement of Financial Position**  
**as at 31 December 2021**

	Note	31 December 2021 \$ 000	31 December 2020 \$ 000
<b>Fixed assets</b>			
Tangible assets	5	-	-
<b>Current assets</b>			
Debtors	6	217	1,791
Cash at bank and in hand		<u>1,584</u>	<u>845</u>
		1,801	2,636
<b>Creditors: Amounts falling due within one year</b>	7	<u>(798)</u>	<u>(1,498)</u>
<b>Net assets</b>		<u>1,003</u>	<u>1,138</u>
<b>Capital and reserves</b>			
Called up share capital	8	-	-
Profit and loss account		<u>1,003</u>	<u>1,138</u>
<b>Total shareholder's funds</b>		<u>1,003</u>	<u>1,138</u>

Approved by the Board and signed on its behalf by:



Ellie Browne (Sep 29, 2022 14:31 GMT+1)

E Browne  
Director

Date: 29/09/2022

Company registration number: 06950777

The notes on pages 12 to 19 form an integral part of these financial statements.

## **Big Pixel Studios Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2021**

#### **1 Accounting policies**

##### ***a) Statement of compliance***

Big Pixel Studios Limited is a limited liability company incorporated in England & Wales. The Registered Office is 160 Old Street, London, EC1V 9BW.

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 2021.

##### ***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 \$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, which prepared publicly available financial statements as at the year end (see note 9).

##### **Going Concern**

The directors have reviewed the current financial performance and position of the company and considered the impact of COVID-19 on the future trading 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 intermediate parent company Warner Media, LLC 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 intermediate 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 was a member of a group where the parent, AT&T Inc., prepared publicly available consolidated financial statements and the company was included in the consolidation (see note 9).

# **Big Pixel Studios Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2021 (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 was a member of a group where the parent, AT&T Inc., prepared publicly available consolidated financial statements and the company was included in the consolidation (see note 9).

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 AT&T Inc., which prepared publicly available consolidated financial statements (see note 9). All transactions were at arms length.

##### ***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.

##### **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 4.

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.

##### **Useful economic lives of tangible assets**

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See Note 5 for the carrying amount of the property, plant and equipment, and below for the useful economic lives for each class of assets.

##### **Impairment of debtors**

The company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

#### ***d) Significant accounting policies***

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes.

## **Big Pixel Studios Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)**

#### **1 Accounting policies (continued)**

##### ***d) Significant accounting policies (continued)***

##### **Pensions**

The company participates in the Time Warner Money Purchase Pension Plan, a defined contribution scheme. The pension cost charged to the Statement of Income and Retained Earnings represents contributions payable by the company to the relevant funds as they become payable in accordance with the rules of the scheme.

##### **Interest receivable and payable**

Interest income and expense are recognised on an accruals basis.

##### **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.

##### **Tangible fixed assets**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

The company provides depreciation in equal annual instalments over the estimated lives of the assets down to their estimated residual value, at the following rates:

Computer equipment	- over 3 to 5 years
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The carrying value of tangible fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

##### **Operational restructuring costs**

Operational restructuring costs are expensed at the earlier of when the company can no longer withdraw the offer of those benefits and when the company recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the reporting date, then they are discounted.



## **Big Pixel Studios Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)**

#### **1 Accounting policies (continued)**

##### ***d) Significant accounting policies (continued)***

##### **Financial instruments**

The company has chosen to adopt sections 11 and 12 of FRS 102 in respect of financial instruments. The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities such as trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Basic financial liabilities including trade and other payables and interest bearing loans and borrowing are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the liability is measured at present value of the future payments discounted at a market rate of interest. Basic financial liabilities, other than short term payables, are subsequently carried at amortised cost, using the effective interest rate method. The effective interest rate amortisation is included in interest payable and similar expenses in the income statement. Short term trade and other payables with no stated interest rate which are payable within one year are recorded at transaction price.

Basic financial assets including trade and other receivables and investments in loan notes are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. These basic financial assets, other than short term receivables, are subsequently carried at amortised cost using the effective interest method. Short term trade and other receivables with no stated interest rate which are receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement in administrative expenses.

#### **2 Directors' remuneration**

The directors did not receive remuneration for their qualifying services during the current or preceding financial year. Director emoluments for qualifying services are borne by another group undertaking.

## Big Pixel Studios Limited

### Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

#### 3 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	Year ended 31 December 2021 \$ 000	Year ended 31 December 2020 \$ 000
Wages and salaries	298	2,043
Social security costs	35	355
Other pension costs	24	175
Operational restructuring costs	979	-
	<u>1,336</u>	<u>2,573</u>

The average monthly number of employees during the year was 3 (2020 - 30), all of whom were engaged in game development and administration.

#### 4 Taxation

a) The charge/(credit) based on the profit for the year is made up as follows:

	Year ended 31 December 2021 \$ 000	Year ended 31 December 2020 \$ 000
<b>Current tax</b>		
Current tax at 19% (2020 - 19%)	-	(637)
Tax under provided in previous years	135	-
Total current tax charge	<u>135</u>	<u>(637)</u>
<b>Deferred taxation</b>		
Total deferred taxation	<u>-</u>	<u>-</u>
Total tax on loss on ordinary activities (note b below)	<u>135</u>	<u>(637)</u>

## Big Pixel Studios Limited

### Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

#### 4 Taxation (continued)

b) Circumstances 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% (2020 - 19%).

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

	Year ended 31 December 2021 \$ 000	Year ended 31 December 2020 \$ 000
Loss before tax	-	(281)
Tax on loss on ordinary activities at standard rate	-	(53)
Disallowable expenses	(8)	1
Write-off of brought forward losses	103	-
Tax under provided in previous years	135	-
Creative tax credits	-	(535)
Current year movement in unrecognised deferred tax	(95)	(48)
Group relief received for nil consideration	-	(2)
Total tax charge/(credit) (see note 4(a) above)	135	(637)

#### c) Deferred Tax

##### Deferred Tax not provided

The company has incurred taxable losses which are available to offset against future taxable profits or receipts. A deferred tax asset has not been recognised in respect of these losses as the company does not anticipate taxable profits or receipts to arise within the immediate future. The estimated value of the deferred tax asset not recognised, measured at a standard rate of 25% is \$10,627 (2020 (19%): - \$118,406).

#### d) 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 proposed rate rise has no material impact on these or future accounts. On 23 September 2022, it was announced that the increase in corporation tax from 19% to 25% would be cancelled and would remain at 19%. As this change was not substantively enacted at the reporting date, this change is not reflected in the financial statements.

## Big Pixel Studios Limited

### Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

#### 5 Tangible fixed assets

	Computer equipment \$ 000	Total \$ 000
<b>Cost</b>		
At 1 January 2020	39	39
Disposals	(39)	(39)
At 31 December 2021	-	-
<b>Depreciation</b>		
At 1 January 2020	39	39
Disposals	(39)	(39)
At 31 December 2021	-	-
<b>Net book value</b>		
At 31 December 2021	-	-

#### 6 Debtors

	31 December 2021 \$ 000	31 December 2020 \$ 000
Amounts owed by group undertakings	104	-
Other debtors	113	1,791
	217	1,791

All other amounts owed by fellow group undertakings are unsecured, interest free and repayable by demand.

## Big Pixel Studios Limited

### Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

#### 7 Creditors

	31 December 2021 \$ 000	31 December 2020 \$ 000
<b>Due within one year</b>		
Trade creditors	-	69
Due to group undertakings	734	1,325
Accruals and deferred income	64	104
	<u>798</u>	<u>1,498</u>

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

#### 8 Share capital

##### Issued, allotted, called up and fully paid

	31 December 2021		31 December 2020	
	No.	\$	No.	\$
85 (2020: 85) ordinary shares of £1 each	<u>85</u>	<u>128.00</u>	<u>85</u>	<u>128.00</u>

#### 9 Ultimate parent undertaking

The company's immediate parent undertaking is Historic TW Inc.

Up until 31 December 2020, the company's immediate undertaking was Turner Broadcasting System, Inc., a company incorporated in the United States of America.

From 31 December 2020, the company's immediate undertaking was Historic TW Inc., a company incorporated in the United States of America.

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.