Company Registration No. 07072033 (England and Wales)

S3DC LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

S3DC LIMITED

COMPANY INFORMATION

Directors	S J S Mayall on behalf of Capita Corporate Director Limited F A Todd (Appointed 5 March 2018)
Secretary	Capita Group Secretary Limited
Company number	07072033
Registered office	17 Rochester Row London United Kingdom SW1P 1QT
Auditor	KPMG LLP 15 Canada Square London E14 5GL

S3DC LIMITED

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S3DC LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The Directors present the Strategic report and financial statements for the year ended 31 December 2017.

Review of the business

S3DC Limited ("the Company") is a wholly owned subsidiary of Capita plc. Capita plc along with its subsidiaries are hereafter referred to as "the Group".

The principal activity of the Company was that of provision of information technology services which it maintained through its investment in Magnos (Holdings) Limited. In 2016, Magnos (Holdings) Limited ceased trading and with this being the sole investment of the company the Directors determined that they wished to cease trading. Accordingly, the Directors have not prepared the financial statements on a going concern basis.

As shown in the Company's income statement on page 6, the Company's operating profits have remained unchanged in 2017 as compared to 2016 and the profit before tax has reduced from £2,240,469 in 2016 to £nil in 2017.

The balance sheet on page 7 of the financial statements shows the Company's financial position at the year end. Net assets have remained unchanged at £2,243,517. Details of amounts owed to its parent Company and fellow subsidiary undertakings are shown in note 7 to the financial statements.

Key performance indicators used by the Company are operating margins, free cash flow, capital expenditure and return on capital employed. Capita plc and its subsidiaries manage their operations on a divisional basis and as a consequence, some of these indicators are monitored only at a divisional level. The performance of the IT Services division of Capita plc is discussed in the Group's annual report which does not form part of this report.

Principal risks and uncertainties
The Company is subject to various risks and uncertainties during the ordinary course of its business many of which result from factors outside of its control. The Company's risk management framework provides reasonable (but cannot provide absolute) assurance that significant risks are identified and addressed. An active risk management process identifies, assesses, mitigates and reports on strategic, financial, operational and compliance risk.
The principal themes of risk for the Company are:

- *Financial*: significant failures in internal systems of control and lack of corporate stability.
- *Compliance:* non-compliance with laws and regulations. The Company must comply with an extensive range of requirements that govern and regulate its business, and decisions by regulators can affect the Company's business and operations and these effects are often adverse.

To mitigate the effect of these risks and uncertainties, the Company adopts a number of systems and procedures, including:

- Regularly reviewing trading conditions to be able to respond quickly to changes in market conditions.
- Applying procedures and controls to manage compliance, financial and operational risks, including adhering to a strict internal control framework

Capita plc has also implemented appropriate controls and risk governance techniques across all of our businesses which are discussed in the Group's annual report which doesn't form part of this report.

On behalf of the board

S J S Mayall on behalf of Capita Corporate Director Limited

Director
28 September 2018

S3DC LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The Directors present their Directors' report and financial statements for the year ended 31 December 2017.

Results and dividends
The results for the year are set out on page 6.

No dividends were paid during the year (2016: £nil).

Directors
The directors who held office during the year and up to the date of signature of the financial statements were as follows:

S J S Mayall on behalf of Capita Corporate Director Limited
F A Todd (Appointed 5 March 2018)
N S Dale (Appointed 9 November 2017 Resigned 5 March 2018)
I E Jarvis (Resigned 9 November 2017)

Political donations
The Company made no political donations and incurred no political expenditure during the year (2016: £nil).

Auditor
KPMG LLP, have indicated its willingness to be appointed as auditor under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities in respect of the Strategic report, the Directors' report and the financial statements
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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including 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;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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 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, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

S3DC LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Statement of disclosure to auditor

So far as each person who was a Director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the Company's auditor is unaware. Having made enquiries of fellow Directors and the Company's auditor, each Director has taken all the steps that he/she might reasonably be expected to take 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.

Qualifying third party indemnity provisions

The Company has granted an indemnity to the 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. Such qualifying third party indemnity provision remains in force as at the date of approving the Directors' report.

On behalf of the Board

S J S Mayall on behalf of Capita Corporate Director Limited

Director

28 September 2018

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF S3DC LIMITED

Opinion

We have audited the financial statements of S3DC Limited ("the company") for the year ended 31 December 2017 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its result for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Emphasis of matter - non-going concern basis of preparation

We draw attention to the disclosure made in note 1 to the financial statements which explains that the financial statements have not been prepared on the going concern basis for the reason set out in that note. Our opinion is not modified in respect of this matter.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF S3DC LIMITED

Other matter- prior period financial statements

We note that the prior period financial statements were not audited. Consequently ISAs (UK) require the auditor to state that the corresponding figures contained within these financial statements are unaudited. Our opinion is not modified in respect of this matter.

Directors' responsibilities

As explained more fully in their statement set out on page 2, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; 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; 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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.

KM Dunn

Kelly Dunn (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square
London
E14 5GL
29 September 2018

S3DC LIMITED

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 £	Restated Unaudited 2016 £
Revenue		-	-
Cost of sales		-	-
Operating profit		-	-
Other income	4	-	2,240,469
Profit before tax		-	**2,240,469**
Income tax (expense)/credit	5	-	-
Total comprehensive income for the year		-	**2,240,469**

The Income Statement is prepared on the basis that all operations are discontinued.

There are no recognised gains and losses other than those passing through the Income Statement.

The notes on pages 9 to 15 form an integral part of financial statements.

S3DC LIMITED

BALANCE SHEET
AS AT 31 DECEMBER 2017

	Notes	2017	Restated Unaudited 2016
		£	£
Non-current assets			
Investment in subsidiaries	6	-	-
		-	-
Current assets			
Trade and other receivables	7	2,243,517	2,243,517
		2,243,517	2,243,517
Total assets		2,243,517	2,243,517
Net assets		2,243,517	2,243,517
Capital and reserves			
Issued share capital	8	2	5
Retained earnings		2,243,515	2,243,512
Total equity		2,243,517	2,243,517

The notes on pages 9 to 15 form an integral part of financial statements.

Approved by the Board and authorised for issue on 28 September 2018.

S J S Mayall on behalf of Capita Corporate Director Limited
Director

Company Registration No. 07072033

S3DC LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017

	Share capital	Retained earnings	Total equity
	£	£	£
As at 1 January 2016	**5**	**3,043**	**3,048**
Total comprehensive income for the year - unaudited (restated)	-	2,240,469	2,240,469
As at 31 December 2016 - unaudited (restated)	**5**	**2,243,512**	**2,243,517**
Total comprehensive income for the year	-	-	-
Capital reduction	(3)	3	-
As at 31 December 2017	**2**	**2,243,515**	**2,243,517**

Share capital
The balance classified as share capital is the nominal proceeds on issue of the Company's equity share capital, comprising 200 ordinary shares of £0.01 each (2016: 500 ordinary shares of £0.01 each)

Capital Reduction
During the year the Company reduced their share capital by £3 by way of capital reduction.

Retained earnings
Net profit kept to accumulate in the company after dividends are paid and retained in the business as working capital.

The notes on pages 9 to 15 form an integral part of financial statements.

1 Accounting policies

1.1 Basis of preparation

S3DC Limited is a Company incorporated and domiciled in the UK.

The Company has ceased trading. As a result, the Directors have prepared the financial statements on the basis that the Company is no longer a going concern.

The financial statements have been prepared on a 'break-up' basis as at 31 December 2017. As a consequence, the current assets have been measured and presented at their expected realisable values.

1.2 Compliance with accounting standards

The Company has applied FRS101 – Reduced Disclosure Framework in the preparation of its financial statements. The Company has prepared and presented these financial statements by applying the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("EU IFRSs"), but made amendments, where necessary, in order to comply with The Companies Act 2006.

From the year ended 31 December 2017, the Company has elected to present its financial statements under IAS 1 format to be in line with the consolidated financial statements published by the Group. Accordingly, the comparatives for the year ended 31 December 2016 have been reclassified to the revised format. Refer to Note 12 and 13 for a reconciliation between IAS 1 presentation and presentation as previously reported.

The Company's ultimate parent undertaking, Capita plc, includes the Company in its consolidated statements. The consolidated financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the EU (EU-IFRS) and are available to the public and may be obtained from Capita plc's website on http://investors.capita.com.

In these financial statements, the Company has applied the disclosure exemptions available under FRS 101 in respect of the following disclosures:
- A cash flow statement and related notes;
- Comparative period reconciliations for share capital, tangible fixed assets and intangible assets;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs;
- An additional balance sheet for the beginning of the earliest comparative period following the retrospective change in accounting policy; and
- Disclosures in respect of the compensation of key management personnel.

As the consolidated financial statements of Capita plc include equivalent disclosures, the Company has also taken the disclosure exemptions under FRS 101 available in respect of the following disclosure:
- Certain disclosures required by IFRS 2 Share Based Payments in respect of group settled share based payments;
- Certain disclosures required by IAS 36 Impairments of assets in respect of the impairment of goodwill and indefinite life intangible assets;
- Certain disclosures required by IFRS 3 Business Combinations in respect of business combinations undertaken by the Company, in the current and prior periods including the comparative period reconciliation for goodwill; and
- Disclosures required by IFRS 7 Financial Instrument Disclosures.

1 Accounting policies (continued)

1.3 Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year except for the early adoption of IFRS 15 Revenue from Contracts with Customers and Clarifications: Revenue from Contracts with Customers.

Initial adoption of IFRS 15 Revenue from Contracts with Customers

The standard has an effective date of 1 January 2018 but the Company has decided to early adopt this standard with a date of initial application to the Company of 1 January 2017 using the full retrospective method. IFRS 15 replaces all existing revenue requirements in IFRS and applies to all revenue arising from contracts with customers unless the contracts are within the scope of other standards such as IAS 17 Leases.

The standard outlines the principles entities must apply to measure and recognise revenue with the core principle being that entities should recognise revenue at an amount that reflects the consideration to which the entity expects to be entitled in exchange for fulfilling its performance obligations to a customer.

The principles in IFRS 15 must be applied using the following 5 step model:

1 Identify the contract(s) with a customer
2 Identify the performance obligations in the contract
3 Determine the transaction price
4 Allocate the transaction price to the performance obligations in the contract
5 Recognise revenue when or as the entity satisfies its performance obligations

The standard requires entities to exercise considerable judgement taking into account all the relevant facts and circumstances when applying each step of this model to its contracts with customers. The standard also specifies how to account for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract, as well as requirements covering matters such as licences of intellectual property, warranties, principal versus agent assessment and options to acquire additional goods or services.

The Company has applied IFRS 15 fully retrospectively in accordance with paragraph C3 (a) of the standard, restating the prior period's comparatives and electing to use the following expedients:
• in respect of completed contracts, the Company will not restate contracts that
(i) begin and end within the same annual reporting period; or
(ii) are completed contracts at the beginning of the earliest period presented (para. C5(a));
• in respect of completed contracts that have variable consideration, the Company will use the transaction price at the date the contract was completed rather than estimating variable consideration amounts in the comparative periods (para. C5(b)); and
• for all reporting periods presented before the date of initial application, the Company will not disclose the amount of the transaction price allocated to the remaining performance obligations or an explanation of when the Company expects to recognise that amount as revenue (para C5(c)).

Early adoption of IFRS 15 does not have any impact on the Company's accounts.

1 Accounting policies (continued)

1.4 Investments

All investments are initially recorded at their cost. Subsequently they are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

Available-for-sale financial assets are measured at their fair value with unrealised gains or losses being recognised directly in equity. When the investment is disposed of, the cumulative gain or loss previously recorded in equity is recognised in the income statement.

1.5 Financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, and trade and other payables.

Trade and other receivables
Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectible amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

Trade and other payables
Trade and other payables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

1.6 Group Accounts

The financial statements present information about the Company as an individual undertaking and not about its group. The Company has not prepared group accounts as it is fully exempt from the requirement to do so by section 400 of the Companies Act 2006 as it is a subsidiary undertaking of Capita plc, a company incorporated in England and Wales, and is included in the consolidated accounts of that company.

2. Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with generally accepted accounting principles requires the Directors to make judgements and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingencies at the date of the financial statements and the reported income and expense during the reported periods. Although these judgements and assumptions are based on the Directors' best knowledge of the amount, events or actions, actual results may differ from these estimates.

The Company determines whether investments are impaired based on any impairment indicators. This involves estimation of the enterprise value of the investee which is determined based on the greater of discounted future cash flows at a suitable discount rate or through the recoverable value of investments held by the investee company.

3 Audit fees

Audit fees are borne by the ultimate parent undertaking, Capita plc. The audit fee for the current period was *£16,000 (2016: £nil)*. The Company has taken advantage of the exemption provided by regulations 6(2)(b) of The Companies (Disclosure of Auditor Remuneration and Liability Limitation Agreements) Regulations 2008 not to provide information in respect of fees for other (non-audit) services as this information is required to be given in the company accounts of the ultimate parent undertaking, which it is required to prepare in accordance with the Companies Act 2006.

4 Other Income

	2017 £	Restated Unaudited 2016 £
Profit on sale of investments	-	2,240,469
	-	2,240,469

5 Taxation

The major components of income tax expense for the years ended 31 December 2017 and 2016 are:

	2017 £	Unaudited 2016 £
Current income tax		
Current income tax credit	-	-
Adjustment in respect of prior years	-	-
	-	-
Deferred income tax		
Origination and reversal of temporary differences	-	-
Adjustment in respect of prior years	-	-
	-	-
Total tax credit / (expense)	-	-

The reconciliation between tax expense/ (credit) and the product of accounting profit multiplied by the UK corporation tax rate for the years ended 31 December 2017 and 2016 is as follows:

	2017 £	Unaudited 2016 £
Profit before tax	-	2,240,469
Profit before taxation multiplied by standard rate of UK corporation tax of 19.25% (2016 - 20.00%)	-	448,094
Taxation impact of factors affecting tax charge:		
Income not taxable	-	(448,094)
Total of adjustments	-	(448,094)
Total tax expense reported in the income statement at the effective tax rate of 0% (2016: 0%)	-	-

6 Investment in subsidiaries

	2017 £	Restated Unaudited 2016 £
Cost		
Opening balance	-	638,403
Disposals	-	(638,403)
Closing balance	-	-
Provision for dimunition in value		
Opening balance	-	-
Impairment	-	-
Closing balance	-	-
Net book value	-	-

7 Trade and other receivables

	2017 £	Restated Unaudited 2016 £
Amount due from parent and fellow subsidiary undertakings	2,243,517	2,243,517
	2,243,517	2,243,517

8 Issued share capital

	No.of shares 2017	Restated Unaudited No.of shares 2016	£ 2017	Restated Unaudited £ 2016
Alloted, called up and fully paid				
Ordinary shares of £0.01 each				
At 1 January	200	500	2	5
At 31 December	200	500	2	5

The Company has repaid £ 3 of capital during the year

9 Events after the reporting date

There are no significant events which have occurred post the reporting date.

10 Employees

There were no employees during the year apart from the directors.

The directors have not provided qualifying services to the Company and are paid by other companies within the Capita Group. Such remuneration has not been allocated to the Company

11 Controlling Party

The company's immediate parent undertaking is Capita IT Services Limited, a company incorporated in England and Wales.
The company's ultimate parent undertaking is Capita plc, a company incorporated in England and Wales. The accounts of Capita plc are available from the registered office at 30 Berners Street, London, United Kingdom, W1T 3LR.

S3DC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2017

12 Reconciliation for 2016

Following is the reconciliation between presentation as per IAS 1 and as previously reported for the comparative period of 2016:

Income statement restatement for the year ended 31 December 2016

Schedule I	2016 £	Reclass from Schedule I to IAS 1	IAS 1	*Footnote*	2016 £	Impact of restatement	Restated £
Other operating income	2,247,995	-	Other operating income	*Note 13*	2,247,995	(2,247,995)	-
Administrative expenses	(637,846)	-	Administrative expenses	*Note 13*	(637,846)	637,846	-
Operating profit	1,610,149	-	**Operating profit**		1,610,149	(1,610,149)	-
Investment income	634,798	-	Investment income	*Note 13*	634,798	(634,798)	-
	-	-	Other income		-	2,240,469	2,240,469
Profit before taxation	2,244,947	-	**Profit before taxation**		2,244,947	(4,478)	2,240,469
Income Tax expense	-	-	Income tax (expense)/credit		-	-	-
Profit and comprehensive loss/income for the financial year	2,244,947	-	**Total loss & comprehensive income for the year**		2,244,947	(4,478)	2,240,469

Balance sheet restatement as on 31 December 2016

Schedule I	2016 £	Reclass from Schedule I to IAS 1	IAS 1	*Footnote*			2016 £
Current assets			**Current assets**				
Debtors	2	-	Trade and other receivables	*Note 13*	2	2,243,515	2,243,517
	2	-	**Total assets**		2	2,243,515	2,243,517
			Current liabilities				
Creditors: amounts falling due within one year	-	-	Trade and other payables	*Note 13*	-	-	-
	-	-	**Total liabilities**		-	-	-
	2	-	**Net assets**		2	2,243,515	2,243,517
Capital and reserves			**Capital and Reserves**				
Called up share capital	2	-	Issued share capital	*Note 13*	2	3	5
Profit and loss account	-	-	Retained earnings	*Note 13*	-	2,243,512	2,243,512
Shareholders' funds	2	-	**Total equity**		2	2,243,515	2,243,517

Statement of changes in equity restatement as on 31 December 2016

Schedule I	2016 £	Reclass from Schedule I to IAS 1	IAS 1	*Footnote*	2016 £	Impact of restatement	Restated £
Share capital	2	-	Share capital	*Note 13b*	2	3	5
Profit and loss account	-	-	Retained earnings	*Note 13a*	-	2,243,512	2,243,512
Shareholders' funds	2	-	Total equity		2	2,243,515	2,243,517

S3DC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2017

13 Restatement of 2016

Numbers related to dividend, investment income, other operating income, investment in subsidiaries, share capital and intercompany receivable and payable were erroneously misstated in 2016. Following are the transactions which have been stated in 2016.

a. Dividend payment to its then parent (Capita IT Services Holdings Limited) of £2,247,993;
b. Share capital reduction of £3 which came into effect on 28 November 2017;
c. Impairment of its investment in Magnos (Holdings) Limited of £634,798;
d. Dividend in specie from its then investee (Magnos (Holdings) Limited) of £634,541; and
e. Dividend income from its then investee (Magnos (Holdings) Limited) of £2,247,995.

In addition to the above, the Company did not account for profit on sale of its investment in Magnos (Holdings) Limited to Capita IT Services Limited of £2,881,177.