



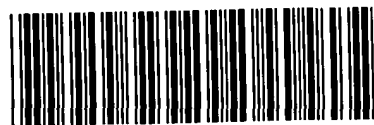
Registered number: 07315115

ACM Odyssey I Limited

Report and Financial Statements

27 September 2019

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COMPANIES HOUSE

ACM Odyssey I Limited

Company Information

Directors	DJ Price CR McCall
Secretary	B Taiwo
Auditors	Ernst & Young LLP 1 More London Place London United Kingdom SE1 2AF
Registered office	Aldgate Tower 2 Leman Street London United Kingdom E1 8FA

ACM Odyssey I Limited

Strategic Report

For the Year Ended 27 September 2019

The Directors present their Strategic Report for the year ended 27 September 2019.

The prior period of 12 months commenced on 30 September 2017 and ceased on 28 September 2018. The current period of 12 months commenced on 29 September 2018 and ceased on 27 September 2019.

Business review

The Company's principal activity in the year under review was that of a holding Company and the Company will continue to act in this capacity for the foreseeable future.

AECOM's vision is to become the premier, fully integrated infrastructure firm in the world, with the ability to design, build, finance and operate infrastructure assets in all the end markets in which the group chooses to participate.

The Directors have concluded that the use of key performance indicators is not appropriate for the Company and each transaction is assessed individually on its own merits.

Principal risks and uncertainties

Being a holding company the principal risks and uncertainties facing the Company relate to the impact of any economic, political and social risks that may impact on the ability of its subsidiaries, fellow group undertakings and related parties to remit dividends and repay debt in the future. These risks are monitored by management in conjunction with the Directors as part of the wider group risk management activities. Steps, such as direct management of subsidiaries, are taken to mitigate risk when deemed appropriate.

The Directors have agreed that there is low credit risk associated with the recoverability of amounts owed by group undertakings.

- **Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities, in the normal course of business and as heightened due to COVID-19. The Company aims to mitigate liquidity risk by managing cash generation from its operations. The Company also manages liquidity risk via a credit facility made available from a fellow subsidiary undertaking, AECOM Global Ireland Services Limited.

On behalf of the Board



DJ Price

Director

23 June 2020

ACM Odyssey I Limited

Directors' Report

For the year ended 27 September 2019

Registered No: 07315115

The Directors present their report for the year ended 27 September 2019.

Results and dividends

The profit for the year after taxation amounted to £2,611,842 (2018: loss of £4,974,420). The Directors do not recommend the payment of a dividend (2018: £nil).

Principal activity

The Company's principal activity is to act as a joint holding company, on behalf of its ultimate parent, for the group's investment in AECOM Professional Services LLP.

The Company is a subsidiary of AECOM. The principal activity of AECOM is to provide fully integrated design, build, finance and operate services to infrastructure assets for governments, businesses and organizations in more than 150 countries. AECOM provides planning, consulting, architectural and engineering design services to commercial and government clients worldwide in major end markets such as transportation, facilities, environmental, energy, water and government markets. The Group also provides construction services, including building construction and energy, infrastructure and industrial construction. In addition, AECOM provides program and facilities management and maintenance, training, logistics, consulting, technical assistance, and systems integration and information technology services, for national governments around the world.

Financial instruments

The Company finances its activities primarily through borrowings provided by fellow group undertakings. Any risks associated with financial instruments are managed and reviewed at an AECOM group level.

Future developments

The Company is expected to continue its principal activity for the foreseeable future.

On 11 March 2020, the World Health Organisation ('WHO') declared COVID-19 as a pandemic, affecting multiple countries including the UK. The Board continues to monitor the impact of this event on future operating performance of the Company and will take the necessary measures to safeguard the Company's assets during this uncertain period.

Directors of the company

The Directors, who held office during the year and up to the date of this report, were as follows:

DJ Price

PP Flaherty (resigned 4 October 2018)

CR McCall (appointed 3 October 2018)

No Director has any interest in the shares of the Company or other interests that require disclosure under the Companies Act 2006.

Directors' indemnity insurance is in place for all Directors, subject to the conditions set out in section 234 of the Companies Act 2006. Such indemnity insurance remains in force as at the date of approving the Directors' report.

ACM Odyssey I Limited

Directors' Report (continued)

For the year ended 27 September 2019

Going concern

The Company has access to the considerable financial resources of the AECOM Group. The Company has net liabilities as at 27 September 2019, as shown in the Balance Sheet. After making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. As the Directors have received written confirmation of financial support, from the ultimate parent undertaking, for a period of at least 12 months from the date of approval of these financial statements, they continue to adopt the going concern basis in preparing these financial statements.

Disclosure of information to the auditors

The Directors who were members of the board at the time of approving the Directors' Report are listed on page 1. Having made enquiries of fellow Directors and the Company's auditors, each of these Directors confirms that:

- So far as each person who was a Director at the date of approving this report is aware, there is no information (that is information needed by the Company's auditors in connection with preparing their report) of which the Company's auditors are unaware; and

- Each Director has taken all the steps that they are obliged to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

On behalf of the Board



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DJ Price
Director

23 June 2020

Statement of Directors' Responsibilities

For the year ended 27 September 2019

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

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

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

- select suitable accounting policies and apply them consistently;
- make judgements and accounting 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; 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.

Independent Auditor's Report to the Member of ACM Odyssey I Limited

Opinion

We have audited the financial statements of ACM Odyssey I Limited (the 'Company') for the year ended 27 September 2019, which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity, and the related notes 1 to 14, 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 101 'Reduced Disclosure Framework' (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 27 September 2019 and of its profit 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.

Emphasis of matter - Effects of COVID-19

We draw attention to note 3 of the financial statements, which describes the economic and social consequences the company is facing as a result of COVID-19. Our opinion is not modified in respect of this matter.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent Auditor's Report to the Member of ACM Odyssey I 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 our 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.

Opinion on other matter 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, 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.

Independent Auditor's Report to the Member of ACM Odyssey I Limited (continued)

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.

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.

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

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*Natalia Moolman (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London*

Date: 23 June 2020

ACM Odyssey I Limited

Profit and Loss Account

For the year ended 27 September 2019

	Notes	2019 £	2018 £
<i>Operating profit/(loss)</i>		-	-
Interest payable and similar charges	6	(2,603,232)	(2,432,927)
Impairment reversal / (charge) on fixed asset investments	8	<u>5,215,074</u>	<u>(2,541,493)</u>
<i>Profit/(loss) on ordinary activities before taxation</i>		2,611,842	(4,974,420)
Tax income/(expense) on profit/(loss) on ordinary activities	7	<u>-</u>	<u>-</u>
<i>Profit/(loss) for the financial year</i>		<u><u>2,611,842</u></u>	<u><u>(4,974,420)</u></u>

All amounts relate to continuing operations.

The Company has no other recognised Comprehensive Income and therefore no separate Statement of Comprehensive Income has been presented. Total Comprehensive Income for the financial year is £2,611,842. (2018: loss of £4,974,420).

ACM Odyssey I Limited

Statement of Changes in Equity For the year ended 27 September 2019

	Share capital £	Share premium £	Retained earnings £	Total equity £
At 30 September 2017	3	37,882,352	(39,055,522)	(1,173,167)
Total comprehensive losses for the year	-	-	(4,974,420)	(4,974,420)
At 28 September 2018	<u>3</u>	<u>37,882,352</u>	<u>(44,029,942)</u>	<u>(6,147,587)</u>
	Share capital £	Share premium £	Retained earnings £	Total equity £
At 29 September 2018	3	37,882,352	(44,029,942)	(6,147,587)
Total comprehensive income for the year	-	-	2,611,842	2,611,842
At 27 September 2019	<u>3</u>	<u>37,882,352</u>	<u>(41,418,100)</u>	<u>(3,535,745)</u>

The notes on pages 12 to 22 form an integral part of these financial statements.

ACM Odyssey I Limited

Balance Sheet

At 27 September 2019

	Notes	27 September 2019 £	28 September 2018 £
Fixed assets			
Investments	8	36,256,518	31,041,443
Creditors: amounts falling due within one year	9	<u>(39,792,263)</u>	<u>(37,189,030)</u>
Net current liabilities		<u>(39,792,263)</u>	<u>(37,189,030)</u>
Total assets less current liabilities		<u>(3,535,745)</u>	<u>(6,147,587)</u>
Net liabilities		<u>(3,535,745)</u>	<u>(6,147,587)</u>
Capital and reserves			
Called up share capital	10	3	3
Share premium account		37,882,352	37,882,352
Accumulated losses		<u>(41,418,100)</u>	<u>(44,029,942)</u>
Total equity		<u>(3,535,745)</u>	<u>(6,147,587)</u>

These financial statements were approved by the Board on 23 June 2020 and signed on its behalf by:



DJ Price
Director

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019

1 Authorisation of financial statements and statement of compliance with FRS 101

The financial statements of ACM Odyssey I Limited (the Company) for the year ended 27 September 2019 were authorised for issue by the Board on 23 June 2020 and the balance sheet was signed on the board's behalf by DJ Price. The Company is incorporated and domiciled in England and Wales.

These financial statements were prepared in accordance with applicable law and United Kingdom Accounting Standards, including FRS 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

The Company's financial statements are presented in Sterling (£), which is also the Company's functional currency.

The Company has taken advantage of the exemption under s401 of the Companies Act 2006 not to prepare group accounts as it is a wholly owned subsidiary of AECOM, a Company incorporated in the USA. Therefore, the financial statements present information about the Company as an individual undertaking and not about its group.

The results of the Company are included in the consolidated financial statements of AECOM which are available from 1999 Avenue of the Stars, Suite 2600, Los Angeles, CA 90067, USA. This is the smallest and largest group of which the Company is a member and for which consolidated financial statements are prepared.

The principal accounting policies adopted by the Company are set out in note 3.

2 Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of the estimation means the actual outcomes could differ from those estimates.

The following judgments and estimates have had the most significant impact on amounts recognised in the financial statements:

(a) Investments

The Company has assets in the form of investments in joint venture undertakings. The Company must determine on an annual basis whether there are any conditions, either internal or external to the Company, that may indicate that the carrying value of any of these assets is impaired. The carrying value of each investment has been evaluated against the net assets of the relevant joint ventures.

Where indications of impairment exist, the carrying value of certain investments is supported by models used to calculate the enterprise value of the underlying businesses. These models have a range of inputs including revenue growth and discount rates which are subject to significant uncertainty.

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

3 Significant accounting policies

3.1 Basis of preparation

These financial statements were prepared in accordance with FRS 101 and under historical cost accounting rules for all years presented, unless otherwise stated.

The accounts have been prepared on a going concern basis. Note 3.4 sets out the Directors' considerations on the potential impact of Coronavirus (COVID-19) and why, as a result of those considerations, they continue to adopt the going concern basis in preparing these financial statements.

The accounting policies which follow set out those policies which apply in preparing the financial statements for the year ended 27 September 2019.

3.2 Summary of disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- i. The requirements of IFRS 7 Financial Instruments: Disclosures;
- ii. The requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement;
- iii. The requirement in paragraph 38 of IAS 1 Presentation of Financial Statements to present comparative information in respect of paragraph 79(a)(iv) of IAS 1;
- iv. The requirements of paragraphs 10(d), 16, 111 and 134-136 of IAS 1 Presentation of Financial Statements;
- v. The requirements of IAS 7 Statement of Cash Flows;
- vi. The requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- vii. The requirements of paragraphs 17 and 18A of IAS 24 Related Party Disclosures;
- viii. The requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is a wholly owned by such a member; and
- ix. The requirements of paragraphs 130(f)(ii) and 130(f)(iii) of IAS 36 Impairment of Assets.

Notes to the Financial Statements
At 27 September 2019 (continued)

3 Significant accounting policies (continued)

3.3 New standards, amendments and IFRIC interpretations

IFRS 9 Financial Instruments is a new accounting standard that is effective for the year ended 27 September 2019. IFRS 9 has not had a material impact on the Company (see note 12). There are no other amendments to accounting standards or IFRIC interpretations that are effective for the year ended 27 September 2019 which have had a material impact on the Company.

3.4 Going concern

The Board is required to consider the availability of resources to meet the Company's liabilities for a period of at least twelve months from the date of approval of these financial statements.

When performing the going concern assessment, the Board has considered that subsequent to September 27, 2019, there has been a global outbreak of a coronavirus disease 2019 (COVID-19), which the World Health Organization has declared a "Public Health Emergency of International Concern". The impact associated with this public health emergency, has resulted in numerous deaths, adversely impacted global commercial activity and contributed to significant volatility in certain equity and debt markets. The global impact of the outbreak is rapidly evolving, and many countries have reacted by instituting quarantines, prohibitions on travel and the closure of offices, businesses, schools, retail stores and other public venues. Businesses are also implementing similar precautionary measures. Across the globe, the general uncertainty surrounding the dangers and impact of COVID-19, are creating significant disruption in supply chains and economic activity and is having a particularly adverse impact on transportation, hospitality, tourism, entertainment and other industries. The impact of COVID-19 has led to significant volatility and declines in the global public equity markets and it is uncertain how long this volatility will continue. As COVID-19 continues to spread, the potential impacts, including a global, regional or other economic recession, are increasingly uncertain and difficult to assess.

For the AECOM Group, it is expected that the most significant potential impact on financial results and cashflows resulting from COVID 19 will be in relation to project delivery, however the Group has not experienced any material project cancellations to date, with most of its projects having been deemed essential and therefore continuing to progress.

In preparing a cash flow forecast to support the going concern assessment, the Board has assessed whether the Company will be able to meet its liabilities as and when they fall due for a period of at least twelve months from the date of approval of the Company's financial statements. While the output of the cash flow forecasting indicates that there is no apparent risk to the business over the next 12 months, the Board acknowledges the general uncertainty provided by COVID-19 and as such has obtained a written confirmation of financial support from its ultimate parent undertaking, AECOM for a period of at least 12 months from the date of approval of these financial statements. The Directors, having made the relevant enquiries and having reviewed the AECOM's publicly available financial position in its latest Q2 2020 filings, indicating that the AECOM Group is in a strong financial position with significant amounts of liquid assets available, are therefore satisfied that the ultimate parent undertaking has adequate resources to provide any support to the Company if it is needed. As at 31 March 2020, AECOM, as per its Form 10Q for the half year ended 31 March 2020, had \$1.30 billion of cash and cash equivalents, and \$1.35 billion of undrawn revolving credit facility.

Notes to the Financial Statements At 27 September 2019 (continued)

3 Significant accounting policies (continued)

3.4 Going concern (continued)

As a result the Directors have a reasonable expectation that, given the minimal contractual cash outflow requirements that the Company currently has, and the existing parent support letter, the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing these financial statements.

3.5 Other income and expenses

(a) Interest receivable and payable

Interest income and expense is recognised as interest accrues using the effective interest method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to its net carrying amount.

When a loan or receivable is impaired, the Company reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate, and continues unwinding the discount as interest income. Interest income on impaired loans and receivables is recognised using the original effective interest rate.

3.6 Investments

Investments in joint ventures are carried at historical cost less accumulated impairment losses, where applicable.

The carrying values of investments are reviewed for impairment in periods when events or changes in circumstances indicate the carrying value may not be recoverable.

3.7 Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount in order to determine the existence and extent of the impairment loss. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses on continuing operations are recognised in the profit and loss account.

For assets where an impairment loss subsequently reverses, the carrying amount of the asset or cash generating unit is increased to the revised estimate of the recoverable amount, not to exceed the carrying amount that would have been determined, net of depreciation or amortisation, had no impairment losses been recognised for the asset or cash-generating unit in the prior years. A reversal of impairment loss is recognised immediately in the profit and loss account.

Notes to the Financial Statements At 27 September 2019 (continued)

3 Significant accounting policies (continued)

3.8 Income taxes

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the balance sheet date.

Deferred taxation is recognised on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax assets are recognised only to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, carried forward tax credits or tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date. Deferred income tax assets and liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities, the deferred income taxes relate to the same taxation authority and that authority permits the company to make a single net payment.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply when the related asset or liability is settled, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Income tax is charged or credited to other comprehensive income if it relates to items that are charged or credited to other comprehensive income. Similarly, income tax is charged or credited to equity if it relates to items that are charged or credited direct to equity. Otherwise income tax is recognised in the profit and loss account.

3.9 Financial instruments

(a) Financial liabilities

Recognition and measurement

Financial liabilities within the scope of IFRS 9 are classified as financial liabilities at fair value through profit or loss or financial liabilities at amortised cost. The Company recognises financial liabilities in the Balance Sheet when, and only when, it becomes party to the contractual provisions of the financial instrument. The Company determines the classification of its financial liabilities at initial recognition.

The Company's financial liabilities include amounts owed to group undertakings. All financial liabilities are recognised initially at fair value, plus directly attributable transaction costs, then subsequently measured at amortised cost using the effective interest method.

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

3 Significant accounting policies (continued)

3.9 Financial instruments (continued)

Derecognition

The Company derecognises a financial liability when its contractual obligations are discharged, cancelled or expire.

(b) Offsetting financial assets and financial liabilities

Financial assets and financial liabilities are only offset and the net amount reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

4 Auditors' remuneration

Auditors' remuneration for the audit of the financial statements of the Company of £7,125 (2018: £5,700) has been borne by a fellow group undertaking in the year.

Fees of £nil (2018: £nil) in relation to non-audit services for tax compliance have also been borne by a fellow group undertaking in the year.

5 Staff costs and directors' remuneration

The Company has no employees (2018: no employees).

Directors' remuneration is borne by other companies within the AECOM group and not specifically recharged. The Directors do not consider it is practicable to allocate remuneration received between qualifying services provided to the Company and other services provided to the AECOM group of companies.

6 Interest payable and similar charges

	2019	2018
	£	£
Interest payable to group undertakings	<u>2,603,232</u>	<u>2,432,927</u>

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

7 Taxation

(a) Tax charged or credited in the profit and loss account

The tax charge / (credit) is made up as follows:

	2019 £	2018 £
Current income tax:		
UK corporation tax	-	-
Total current income tax	-	-
Deferred tax:		
Origination and reversal of temporary differences	-	-
Amounts underprovided/(overprovided) in previous years	-	-
Impact of change in tax laws and rates	-	-
Total deferred tax	-	-
Tax expense/(income) in the profit and loss account	-	-

(b) Reconciliation of the total tax charge / (credit)

The tax on the profit for the year differs from the standard rate of corporation tax in the UK of 19% (2018: 19%). The differences are explained below:

	2019 £	2018 £
Profit/(loss) from continuing activities before tax	2,611,842	(4,974,420)
Profit/(loss) multiplied by standard rate of corporation tax in the UK of 19% (2018: 19%)	496,250	(945,140)
Effects of:		
(Income)/expenses not deductible for tax purposes	(990,864)	482,884
Deferred tax not recognised	494,614	462,256
Total tax expense/(income) reported in the profit and loss account	-	-

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

7 Taxation (continued)

(c) Deferred tax

Deferred tax assets not recognised amount to £2,195,362 (2018: £1,752,812). These assets do not have an expiry date, and relate to carried forward losses.

(d) Factors affecting future tax charges

The UK Government has announced a reduction in the main rate of UK corporation tax to 17% from 1 April 2020. This tax rate reduction was enacted before the balance sheet date and has been reflected in these financial statements as appropriate.

These changes are not expected to have any significant impact on the balances or disclosures within the financial statements.

8 Investments

(a) Joint ventures

	£
<i>Joint venture undertaking at cost:</i>	
At 28 September 2018	57,208,097
At 27 September 2019	<u>57,208,097</u>
<i>Provision for impairment:</i>	
At 28 September 2018	26,166,654
Reversal of impairment	(5,215,075)
At 27 September 2019	<u>20,951,579</u>
<i>Net book value:</i>	
At 27 September 2019	<u>36,256,518</u>
At 28 September 2018	<u>31,041,443</u>

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

8 Investments (continued)

(a) Joint ventures (continued)

Details of the joint ventures as at 27 September 2019 are as follows:

Name of Joint-ventures	Principal activity	Registered office	Proportion of ownership interest and voting rights held	
			2019	2018
AECOM Professional Services LLP	Holding entity	Aldgate Tower 2 Leman Street London E1 8FA United Kingdom	50%	50%

The carrying value of certain investments have been written down to either the net asset value or the value in use of the underlying businesses where the Directors believe appropriate, based on their knowledge of the global group's future plans. The Directors believe that the carrying values of investments at 27 September 2019 is supported by their underlying net assets, or value in use.

In measuring value in use, the discount rate used reflects current assessments of the time value of money and the risks specific to the asset. An impairment reversal is recognised when the risks and factors have changed and the impairment charge is no longer required.

9 Creditors: amounts falling due within one year

	27 September 2019	28 September 2018
	£	£
Amounts owed to group undertakings	39,792,263	37,189,030
	<u>39,792,263</u>	<u>37,189,030</u>

Amounts owed to fellow group undertakings are unsecured, repayable on demand and bear interest at the rate of 7% per annum.

ACM Odyssey I Limited

Notes to the Financial Statements At 27 September 2019 (continued)

10 Called up share capital

	2019		2018	
	No.	£	No.	£
<i>Authorised</i>				
Ordinary shares of £1 each	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>
<i>Allotted, called up and fully paid</i>				
Ordinary shares of £1 each	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>

The Ordinary shares rank equally in terms of rights to vote, dividend entitlement, and rights on winding up.

There are no restrictions on the distribution of dividends or the repayment of capital. Any dividends declared are at the discretion of the Directors.

11 Related party transactions

During the year the Company entered into transactions in the ordinary course of business, with related parties. The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with fellow wholly owned subsidiaries.

12 Changes in accounting policies

This note explains the changes in the Company's accounting policies due to the adoption of IFRS 9 Financial Instruments from 29 September 2018, including the impact of the adoption of these standards on the Company's financial statements.

Notes to the Financial Statements
At 27 September 2019 (continued)

12 Changes in accounting policies (continued)

(a) Impact on the financial statements – IFRS 9 Financial Instruments

The Company has adopted IFRS 9 retrospectively from 29 September 2018, using the modified retrospective approach, which resulted in changes in accounting policies where necessary and adjustments to the amounts recognised in the financial statements (where applicable).

IFRS 9 replaces the provisions of IAS 39 that relate to the recognition, classification and measurement of financial assets and financial liabilities, de-recognition of financial instruments, impairment of financial assets and hedge accounting. As part of the new requirements, IFRS 9 has changed the impairment model for most financial assets and some other instruments. The new guidance replaces the current 'incurred loss' approach with an 'expected loss' model for instruments measured at amortised cost. Hedge accounting is not considered applicable given the Company does not currently apply hedge accounting in the financial statements.

There has been no change in the recognition and classification of financial assets and liabilities due to the adoption of IFRS 9.

The Company's financial assets which are subject to the new expected credit loss model under IFRS 9 are amounts owed by group undertakings. The Company was required to revise its impairment methodology under IFRS 9 for this class of asset. Amounts owed from group undertaking are assessed on a case by case basis. The impact of these changes had no material to the financial statements, and as such comparative information is unchanged in these financial statements.

13 Ultimate parent undertaking and controlling party

The Company's immediate parent is AECOM Holdings Limited, incorporated in England and Wales.

The Company's ultimate parent undertaking is AECOM which is incorporated in the United States of America. The Company's results are included within the consolidated financial statements of AECOM which are publicly available from 1999 Avenue of the Stars, Suite 2600, Los Angeles, CA 90067, United States of America.

14 Post balance sheet events

On 11 March 2020, the World Health Organisation ('WHO') declared COVID-19 as a pandemic, affecting multiple countries including the UK. The Board has considered the impact of this event on future operating performance of the Company and the uncertainties that this event may create. Refer to note 3.4 for further analysis.