

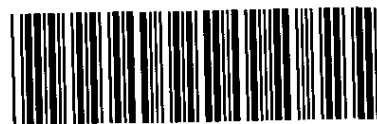
Company Registration No. 09374049

Hyve Events South Africa Holdco Limited

Annual Report and Financial Statements

For the year ended 30 September 2021

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Hyve Events South Africa Holdco Limited

Annual report and financial statements for the year ended 30 September 2021

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Hyve Events South Africa Holdco Limited

Strategic report

Review of the business

Hyve Events South Africa Holdco Limited ('the Company') was incorporated on 5 January 2015.

The principal activity of the Company in the year under review was organising international trade exhibitions and conferences.

As shown in the Company's profit and loss account on page 5 the Company's loss after tax for the year to 30 September 2021 is £8.7 million (10 months to 30 September 2020: £0.5 million). The movement in loss after tax was driven by a £9.7m decrease in revenue and a £5.0m impairment of goodwill as a result of the adverse impact of the coronavirus pandemic and its expected effect on the future trading performance of events and exhibitions.

The balance sheet on page 6 of the financial statements shows that the Company has net assets of £42.9 million (2020: £51.7 million). Details of amounts owed to and from its parent company and subsidiary undertakings are shown in notes 7 and 8.

Key performance indicators

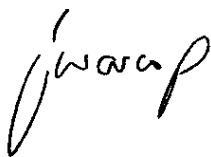
Given the straightforward nature of the Company's business the Company's directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance and position of the Company.

Principal risks and uncertainties

The key principal risk for the Company is a decline in trading performance leading to an impairment of the Company's intangible assets and accumulation of unsustainable operating losses. To mitigate this risk management regularly monitor the performance of the Company and its operations.

Future developments

The directors intend to continue to develop the Company's business and to seek opportunities to expand into new markets.



James Warsop
Director
23 June 2022
2 Kingdom Street,
London, W2 6JG

Hyve Events South Africa Holdco Limited

Directors' report

The directors present their annual report on the affairs of Hyve Events South Africa Holdco Limited ('the Company'), together with the financial statements, for the year ended 30 September 2021.

Future developments

Details of future developments can be found in the Strategic Report on page 1.

Events after the balance sheet date

There are no events to note after the balance sheet date.

Research and development

The Company did not undertake any research and development activities during the year ended 30 September 2021.

Existence of branches outside the UK

The Company has no branches, as defined in section 1046(3) of the Companies Act 2006, outside the UK.

Dividends

Dividends paid in the year were £nil (2020: £nil).

Directors

The directors, who served throughout the period and up to the date of signing these financial statements, were as follows:

William Hudson
James Warsop
Peter Reeves

Secretary

Jared Cranney

Going concern

The accompanying financial statements have been prepared on a going concern basis. The basis upon which the directors have concluded that the going concern basis is appropriate is set out in note 1 of the financial statements.

Registered Office

2 Kingdom Street,
London, W2 6JG

Director's indemnities

The Company has made qualifying third-party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

Political contributions

Political donations of £nil were made by the Company during the period.

Hyve Events South Africa Holdco Limited

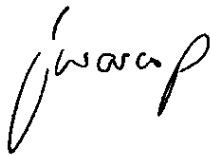
Directors' report (continued)

Approval of reduced disclosures

The Company, as a qualifying entity, has taken advantage of the disclosure exemptions in FRS 102 paragraph 1.12. The Company's shareholders have been notified in writing about the intention to take advantage of the disclosure exemptions and no objections have been received.

The Company also intends to take advantage of these exemptions in the financial statements to be issued in the following year. Objections may be served on the Company by Hyve Holdings Limited, as the immediate parent of the entity.

Approved by the Board and signed on its behalf by:



James Warsop
Director
23 June 2022
2 Kingdom Street,
London, W2 6JG

Hyve Events South Africa Holdco Limited

Directors' responsibilities statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Hyve Events South Africa Holdco Limited

Profit and loss account

For the year ended 30 September 2021

		Year ended 30 September 2021 £'000	Year ended 30 September 2020 £'000
	Notes		
Turnover		-	9,696
Cost of sales		(1,037)	(1,939)
Gross (loss)/profit		(1,037)	7,757
Administrative expenses		(9,993)	(7,235)
Other operating income		-	-
Operating profit		(11,030)	522
Interest receivable and similar income	10	333	300
Interest payable and similar charges	11	(2)	(78)
Profit before taxation		(10,699)	744
Tax credit on loss on ordinary activities	5	1,971	(270)
Profit after taxation		(8,728)	474

The results above are derived solely from continuing operations.

There were no recognised gains or losses in the current or preceding year other than those recorded in the profit and loss account, therefore no statement of comprehensive income has been presented.

Hyve Events South Africa Holdco Limited

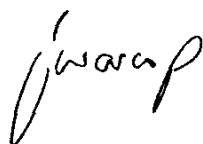
Balance sheet As at 30 September 2021

	Notes	30 September 2021 £'000	30 September 2020 £'000
Non-current assets			
Intangible assets	6	31,614	36,386
Goodwill	6	1,040	6,290
		<u>32,654</u>	<u>42,676</u>
Current assets			
Cash		577	85
Debtors	7	18,901	27,769
		<u>19,478</u>	<u>27,854</u>
Creditors: amounts falling due within one year	8	(8,297)	(17,100)
Net current (liabilities)/assets		<u>11,181</u>	<u>10,754</u>
Deferred tax liability	5	(907)	(1,774)
Net assets		<u>42,928</u>	<u>51,656</u>
Capital and reserves			
Called-up share capital	9	1	1
Share premium		57,787	57,787
Profit and loss account		(14,860)	(6,132)
Shareholder's funds		<u>42,928</u>	<u>51,656</u>

The financial statements of Hyve Events South Africa Holdco Limited (registered number 09374049) were approved by the board of directors and authorised for issue on 23 June 2022.

For the financial period in question the company was entitled to exemption under section 479a of the Companies Act 2006. No members have required the company to obtain an audit of its accounts for the period in question in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

They were signed on its behalf by:



James Warsop
Director

Hyve Events South Africa Holdco Limited

Statement of changes in equity As at 30 September 2021

	Called-up share capital £'000	Share premium £'000	Profit and loss account £'000	Total £'000
At 1 October 2020	1	57,787	(6,606)	51,182
Profit for the financial year	-	-	474	474
At 30 September 2020	1	57,787	(6,132)	51,656
Profit for the financial period	-	-	(8,728)	(8,728)
At 30 September 2021	1	57,787	(14,860)	42,928

Hyve Events South Africa Holdco Limited

Notes to the financial statements Year ended 30 September 2021

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and to the preceding year.

a. General information and basis of accounting

Hyve Events South Africa Holdco Limited, ('the Company') is a company incorporated in the United Kingdom under the Companies Act. The address of the registered office is given on page 2. The nature of the Company's operations and its principal activities are set out in the strategic report on page 1.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of the Company is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates.

The Company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it in respect of its separate financial statements. The Company is consolidated in the financial statements of its ultimate parent, Hyve Group plc, which may be obtained at www.hyve.group.

Exemptions have been taken in these separate Company financial statements in relation to share-based payments, financial instruments, presentation of a cash flow statement and remuneration of key management personnel.

b. Going concern

The financial statements have been prepared using the going concern basis of accounting.

In accordance with their responsibilities, the directors have considered the appropriateness of the going concern basis, which has been used in the preparation of these financial statements.

The principal activity of the Company in the year under review was the organising of international trade exhibitions and conferences. The directors have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of Hyve Events South Africa Holdco Limited to continue as a going concern.

On the basis of their assessment of the Company's financial position and of the enquiries made, the Company's directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

c. Foreign currencies

Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated at the effective rate of exchange ruling at 30 September, and gains or losses on translation are included in the profit and loss account.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

1. Accounting policies (continued)

d. Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

e. Goodwill

Goodwill arising on the acquisition of subsidiary undertakings and businesses, representing any excess of the fair value of the consideration given over the fair value of the identifiable assets and liabilities acquired, is capitalised and written off on a straight-line basis over its useful economic life, which is up to a maximum of 20 years. Provision is made for any impairment.

f. Intangible assets

Customer relationships and trademarks are initially measured at fair value. Customer relationships and trademarks have a definite useful life and are carried at cost or fair value less accumulated amortisation. Amortisation is calculated using the straight-line method to allocate the cost over their estimated useful life. The estimated useful lives are typically between three and ten years for customer relationships and for some trademarks up to twenty years.

g. Impairment of assets

At each balance sheet date, the Company reviews the carrying amounts of its intangible assets to determine whether there is any indication that those assets are impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment (if any). Where the asset does not generate cash flows that are independent from other assets, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs. An intangible asset with an indefinite useful life is tested for impairment annually and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment is recognised immediately as an expense.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash generating unit) in prior years. A reversal of an impairment loss is recognised in the Income Statement immediately, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) **Year ended 30 September 2021**

l. Accounting policies (continued)

h. Financial assets and liabilities

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs).

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Company, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

i. Equity instruments

Equity instruments issued by the Company are recorded at the fair value of cash or other resources received or receivable, net of direct issue costs.

j. Interest payable

Interest payable is recognised in the profit and loss account in the period in which it is incurred.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

2. Critical accounting judgements and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

a. Critical judgements in applying the entity's accounting policies

Impairment of intangible assets

Determining whether intangible assets are impaired requires a high level of management judgement in assessing the value in use of cash generating units to which intangible assets have been allocated. There are a number of judgements management considers when determining value in use, most significantly the growth rates applied to future cash flows and the discount rates used to derive the present value of those cash flows. Growth rates reflect management's view of the long-term forecast rates of growth, using third party sources such as the International Monetary Fund where appropriate. Discount rates are selected to reflect the risk adjusted cost of capital for the respective territories.

b. Critical accounting estimates and assumptions

Impairment of intangible assets and goodwill

In addition to the areas of judgement outlined above, there are also sources of estimation uncertainty in management's value in use calculation. The most significant area of estimation uncertainty relates to expected future cash flows at each cash generating unit. Forecast cash flows are based on Board approved budgets and plans.

Acquired intangible assets

The valuation of acquired intangible assets requires management to estimate the net present value of the additional future cash flows arising from customer relationships, trademarks and licences and visitor databases to determine the value of those intangible assets. The key assumptions used in estimating the net present value of the additional future cash flows are the discount rate, royalty rate, attrition rate and the period over which the intangible assets affect future cash flows.

Intangible asset useful economic lives

The life of an intangible asset is estimated by management based on the expected period over which cash flows generated from that asset will arise. The amortisation charge reflected in the financial statements is directly impacted by the estimation of useful lives by management.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

3. Auditors' remuneration

For the year ending 30 September 2021 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies therefore there were no audit fees payable by the Company in 2021 (2020: £nil).

4. Employees and Directors

The Company has no employees other than the directors in either year.

The directors received no remuneration during the period (2020: £nil). Certain directors are remunerated by other companies within the group headed by Hyve Group plc. The proportion of their remuneration relating to their services to the Company was £nil (2020: £nil).

5. Tax on profit/loss on ordinary activities

	Year ended 30 September 2021 £'000	Year ended 30 September 2020 £'000
Taxation on current year results:		
UK corporation tax 19% (2020: 19%)	1,052	-
Adjustment to prior year	-	-
Foreign tax charge	-	(5)
Current tax credit/(charge) on ordinary activities	1,052	(5)
Deferred taxation		
- Current year	940	(265)
- Prior year	(21)	0
Tax credit/(charge) on ordinary activities	<u>1,971</u>	<u>(270)</u>

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

5. Tax on profit/loss on ordinary activities (continued)

The tax credit/(charge) for the period can be reconciled to the (loss)/profit per the income statement as follows:

	Year ended 30 September 2021 £'000	Year ended 30 September 2020 £'000
(Loss)/profit on ordinary activities before tax	(10,699)	744
Tax at 19% (2020: 19%)	2,033	(141)
Effects of:		
Expenses not deductible for tax purposes	18	(8)
Deductible amortisation	-	-
Transfer pricing adjustment	-	-
Adjustments in respects of previous period	(21)	-
Effect of accounting for deferred tax at 17%	(59)	(117)
Capital allowances	-	1
Withholding tax	-	(5)
Tax credit/(charge) for the period	1,971	(270)

Deferred tax

Deferred tax is provided as follows:

	30 September 2021 £'000	30 September 2020 £'000
Tax losses	565	513
Intangibles	(907)	(1,774)
	(342)	(1,261)

Certain deferred tax assets and liabilities have been offset in the above table. The following is the analysis of deferred tax balances for financial reporting purposes.

	30 September 2021 £'000	30 September 2020 £'000
Deferred tax liability	(907)	(1,774)
Deferred tax asset	565	513
	(342)	(1,261)

Deferred tax assets and liabilities are offset only where the Company has a legally enforceable right to do so and where the assets and liabilities relate to income taxes levied by the same taxation authority on the same taxable entity or another entity within the Company.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

6. Goodwill and Intangible assets

	Trademarks and Customer relationships £'000	Goodwill £'000	Total £'000
Cost			
At 1 October 2020 and 30 September 2021	57,221	6,904	64,125
Amortisation			
At 1 October 2020	20,835	614	21,449
Charge for the period	4,772	222	4,994
Impairment	-	5,028	5,028
At 30 September 2021	25,607	5,864	31,471
Net book value			
At 30 September 2021	31,614	1,040	32,654
At 30 September 2020	36,386	6,290	42,676

Intangible assets represent the Mining Indaba and Africa Oil Week trademarks and customer relationships acquired on acquisition. The goodwill of £6.9m arising from the acquisition reflects the strategic value of the acquisition of a market-leading event, including the expectation of new contracts and relationships, and the expected synergies with the complementary Africa Oil Week event which the Company already owns. The goodwill recognised is expected to be fully deductible for tax purposes.

Impairment charges of £5.0m have been recognised as a result of the continuing impact of COVID-19. The impairment charges are recognised within administrative expenses in the income statement.

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

7. Debtors: Amounts due within one year

	30 September 2021 £'000	30 September 2020 £'000
Other debtors	7	16
Prepaid costs	-	-
Amounts owed by parent and fellow subsidiary undertakings	17,277	27,240
Corporation tax	1,052	-
Deferred tax asset	565	513
	<u>18,901</u>	<u>27,769</u>

Amounts owed from group undertakings are included under amounts falling due within one year where they are subject to cancellation and repayment at any time by either the lender or the borrower giving written notice to the other.

8. Creditors: amounts falling due within one year

	30 September 2021 £'000	30 September 2020 £'000
Amounts owed to parent and fellow subsidiary undertakings	8,289	16,778
Other creditors	8	322
	<u>8,297</u>	<u>17,100</u>

9. Called-up share capital

	30 September 2021 £	30 September 2020 £
Allotted, called up and fully paid:		
501 A ordinary shares of £1 each	501	501
499 B ordinary shares of £1 each	499	499
	<u></u>	<u></u>

Hyve Events South Africa Holdco Limited

Notes to the financial statements (continued) Year ended 30 September 2021

10. Interest receivable and similar income

	Year ended 30 September 2021 £'000	Year ended 30 September 2020 £'000
Interest due from parent and fellow subsidiary undertakings	333	300
	<u>333</u>	<u>300</u>

11. Interest payable and similar charges

	Year ended 30 September 2021 £'000	Year ended 30 September 2020 £'000
Interest due to parent and fellow subsidiary undertakings	2	78
	<u>2</u>	<u>78</u>

12. Ultimate parent company and controlling party

As of 13 May 2022, ITE Enterprises Limited (formerly named Hyve Enterprises Limited) divested its majority shareholding in Hyve Events South Africa Holdco Limited and the Company is a subsidiary undertaking of Hyve Holdings Limited, a company incorporated in Great Britain and registered in England and Wales. The smallest and largest group in which the results of Hyve Events South Africa Holdco Limited are consolidated is that headed by Hyve Group plc (registered office 2 Kingdom Street, London W2 6JG). The accounts of Hyve Events South Africa Holdco Limited and the consolidated accounts of Hyve Group plc may be obtained from Hyve Group plc at the same address. Hyve Group plc is the ultimate controlling party.

The Company is exempt from disclosing related party transactions as they are with other companies that are wholly owned within the Group.

The Company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements.