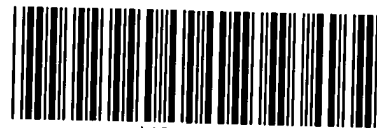


Company Registration No. 12370917

CSC DBS Holdings Limited

**Annual Report and Financial Statements
For the year ended 31 December 2021**

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CSC DBS Holdings Limited

Annual report and financial statements for the year ended 31 December 2021

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CSC DBS Holdings Limited

Annual report and financial statements for the year ended 31 December 2021

Officers and professional advisers

Directors

P Ashworth
J Stoltzfus

Registered Office

5 Churchill Place
10th Floor
London
England
E14 5HU

Independent Auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
1 Embankment Place
London
WC2N 6RH

CSC DBS Holdings Limited

Strategic report

The Directors, in preparing this strategic report, have complied with s414C of the Companies Act 2006.

Results and dividends

The profit for the financial year after taxation amounted to £370,000 (2020: loss of £366,000).

The Company paid no dividends in the year (2020: £nil) and the Directors do not recommend the payment of a dividend (2020: £nil).

At the end of the financial year, the Company has net assets of £41,747,000 (2020: £41,377,000).

Principal activities

The Company's principal activity is that of an intermediate holding company to the Corporation Service Company (Europe) Group (the "Group").

Business review and future developments

The Directors consider the results for the year to be satisfactory as the Company is an intermediate holding company. The Directors have considered the impact of Brexit on the Group and do not expect there to be any significant impact on future trading.

The Directors do not foresee any material change in the activities of the Company.

The impact of Covid-19 has changed the working patterns for the employees of the group. Business continuity and resilient technology has enabled employees to work from home effectively and as such, the group has not used any schemes offered by governments in the different jurisdictions. The business has continued to perform with no significant issues identified to date. Management is continually assessing the impact that Covid-19 is likely to have.

Business risks

The Directors of the Group consider business and financial risks on a wider group basis. The wider group is the Consolidated Group of which WMB Holdings Inc. is the parent.

The Directors believe that the principal business risks faced by the wider group arise in the areas of the services provided, the technology platforms used and the staff employed.

The wider group's services are primarily delivered over the internet through a complex technical infrastructure, the availability and security of which are critical in delivering the services.

Processes, plans and safeguards are in place to the extent it is reasonable or feasible to deliver those services. The internet and related technologies continue to develop fast. Given this operating environment, there may be rapid changes in the market, technology and operational methodologies. The wider group has an ongoing programme of market and competitive review, service development and infrastructure enhancement.

The wider group operates in growing markets with varying degrees of competition in the different sectors served. In the corporate domain name management market, the wider group holds the leading position in Europe, primarily through its high market share in a number of countries.

The wider group's subsidiaries' services and infrastructure are supported by skilled staff; from account management and fulfilment through to technical support. The wider group is therefore reliant upon its ability to attract, train and retain the right mix of staff.

CSC DBS Holdings Limited

Strategic report (continued)

Financial risks

The Company complies with the wider group's objectives, policies and processes for managing financial risks and the methods used to measure them as described in the financial statements of Corporation Service Company (Europe) Limited. The overall objective of these policies is to reduce risk as far as possible, without unduly affecting the wider group's competitiveness and flexibility.

The financial statements of Corporation Service Company (Europe) Limited include detailed analysis of these risks. There have been no substantial changes to the Company's objectives, policies, processes and methods used to measure these risks.

The financial instruments of the Company at 31 December 2021 comprised: trade and other receivables; loans and borrowings and trade and other payables. All these financial instruments are carried at amortised cost and the Directors believe that there is no material difference between the book and fair value of these financial instruments due to the instruments bearing interest at floating rates or being of a short-term nature.

Directors' section 172 statement

The directors of the Group and Company, together with management from the ultimate parent company, make long term decisions for the Group, which includes the company. These range from changes in internal systems to external acquisitions. The Group's employees are either consulted or communicated to when there are decision likely to affect them. There are regular updates provided by management to the entire organisation and employees are encouraged to ask questions and suggest process involvement.

Business relationships with customers and suppliers are key to the Group's success so maintaining a good reputation and high standards of business conduct is extremely important. Whenever there are key changes to process or services, customers and suppliers are consulted or communicated in advance of any such changes.


The Group recognises the importance of its environmental responsibilities and designs and implements policies to reduce any damage that might be caused by the Group's activities. Initiatives designed to minimise the Company's impact on the environment include improving our energy use, efficiency, paper use and recycling.

Going concern

The Company has obtained a letter of support from its ultimate parent company, WMB Holdings Inc., which guarantees the company any future funds required to continue as a going concern for no less than 12 months from the date these financial statements are approved. Therefore, the Company will have adequate resources to continue in operational existence for the foreseeable future and therefore they continue to adopt the going concern basis in preparing the financial statements for the year ended 31 December 2021.

More details may be found in note 2 to the financial statements.

Approved by the Board and signed on its behalf by:

DocuSigned by:

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Paul Ashworth
Director
7 November 2022

CSC DBS Holdings Limited

Directors' report

The Directors present their annual report, together with the audited financial statements and independent auditors' report for the year ended 31 December 2021.

Details relating to going concern, principal activities, business and financial risks, dividends, events after the balance sheet date and future developments have been included in the strategic report, which forms part of this report by cross reference.

Directors

The Directors of the Company who served during the year and up to the date of this report are shown below.

P Ashworth
J Stoltzfus

The Group has purchased insurance which covers the Company's Directors and officers against any costs arising from defending themselves in legal proceedings taken against them as a direct result of duties carried out on behalf of the Company.

Qualifying third-party and pension scheme indemnity provisions

The Directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force.

A directors' and officers' liability insurance policy was maintained by the WMB Holdings Inc. Group throughout the financial year, at the date of approval of the financial statements and is in force for the benefit of each of the directors in respect of liabilities incurred as a result of their office, to the extent permitted by law.

Future developments

Details can be found in the Strategic Report, which forms part of this report by cross reference.

CSC DBS Holdings Limited

Directors' report (continued)

Statement of directors' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law).

Under company law, 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101 have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 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 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.

Directors' confirmations

In the case of each director in office at the date the directors' report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought 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.

Approved by the Board and signed on its behalf by:

DocuSigned by:

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Paul Ashworth
Director
7 November 2022

Independent auditors' report to the members of CSC DBS Holdings Limited

Report on the audit of the financial statements

Opinion

In our opinion, CSC DBS Holdings Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Balance sheet as at 31 December 2021; the Income statement and Statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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

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

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

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

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Strategic report and Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Independent auditors' report to the members of CSC DBS Holdings Limited

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Strategic report and Directors' report

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 year ended 31 December 2021 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also 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.

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.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to tax compliance and the Companies Act 2006, and we considered the extent to which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in determining accounting estimates. Audit procedures performed by the engagement team included:

- Discussions with management and those charged with governance, including consideration of any known or suspected instances of non-compliance with laws and regulations and fraud.
- Performing procedures over any unusual journal entries
- Challenging assumptions made by management in determining their judgements and accounting estimates; and
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Independent auditors' report to the members of CSC DBS Holdings Limited

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

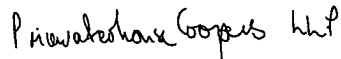
Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Jennifer Dickie (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
7 November 2022

CSC DBS Holdings Limited

Income statement for the year ended 31 December 2021

		Year ended 31 December 2021 £'000	Period from 19 December 2019 to 31 December 2020 £'000
	Note		
Administrative income / (expenses)		370	(366)
Profit / (Loss) before taxation	4	370	(366)
Taxation	6	-	-
Profit / (Loss) and total comprehensive income / (expense) for the financial year / period		<u>370</u>	<u>(366)</u>

All amounts relate to continuing operations.

There are no other sources of comprehensive income, therefore no separate 'Statement of Comprehensive Income' has been prepared.

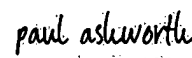
CSC DBS Holdings Limited

Balance sheet As at 31 December 2021

	Note	31 December 2021 £'000	31 December 2020 £'000
Fixed assets			
Investments	7	57,658	57,658
Current assets			
Trade and other receivables	8	6,500	6,500
Creditors: amounts falling due within one year			
Trade and other payables	9	(22,411)	(22,781)
Net current liabilities		(15,911)	(16,281)
Net assets		41,747	41,377
Capital and reserves			
Called up share capital	10	1	1
Share premium account		41,742	41,742
Profit and loss account		4	(366)
Total equity		41,747	41,377

The financial statements of CSC DBS Holdings Limited, registered number 12370917, on pages 9 to 21 were approved by the Board of Directors and authorised for issue on 7 November 2022.

Signed on behalf of the Board of Directors.

DocuSigned by:

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Paul Ashworth
Director

CSC DBS Holdings Limited

Statement of changes in equity for the year ended 31 December 2021

	Share capital £'000	Share premium £'000	Profit and loss £'000	Total £'000
Year ended 31 December 2021				
Balance at 1 January 2021	1	41,742	(366)	41,377
Total comprehensive income for the year	-	-	370	370
Balance at 31 December 2021	1	41,742	4	41,747
Period ended 31 December 2020				
Balance at 19 December 2019	-	-	-	-
Issue of share capital	1	41,742	-	41,743
Total comprehensive expense for the period	-	-	(366)	(366)
Balance at 31 December 2020	1	41,742	(366)	41,377

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

1. General information

CSC DBS Holdings Limited is a private company limited by shares, it is incorporated in the United Kingdom and registered and domiciled in England and Wales. The address of its registered office is 5 Churchill Place, Canary Wharf, London, E14 5HU. The registered number of the Company is 12370917.

Principal activities

The Company's principal activity is that of an intermediate holding company to the Group.

2. Accounting policies

Basis of preparation

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

The Company meets the definition of a qualifying entity under Financial Reporting Standard (FRS 101) 'Reduced Disclosure Framework' issued by the Financial Reporting Council. Accordingly, these financial statements have been prepared in accordance with FRS 101.

The financial statements have been prepared for the year ended 31 December 2021. The comparative period is the period from 19 December 2019 to 31 December 2020.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to certain disclosures for revenue, financial instruments, capital management, presentation of comparative information in respect of certain assets, presentation of a cash-flow statement, standards not yet effective and impairment of assets and related party transactions.

Where relevant, equivalent disclosures have been given in the group financial statements of Corporation Service Company (Europe) Limited, which can be obtained from Companies House.

The financial statements have been prepared under the historical cost convention, as modified for the fair value of certain assets and liabilities, and in accordance with the Companies Act 2006, as applicable to companies using FRS 101.

The principal accounting policies adopted are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

Going concern

The Company has obtained a letter of support from its ultimate parent company, WMB Holdings Inc., which guarantees the company any future funds required to continue as a going concern for no less than 12 months from the date these financial statements are approved. Therefore, the Company will have adequate resources to continue in operational existence for the foreseeable future and therefore they continue to adopt the going concern basis in preparing the financial statements for the year ended 31 December 2021.

Taxation

The tax expense represents the aggregate of the tax currently payable and movement in deferred tax. The tax currently payable is based on taxable profit for the year. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

2. Accounting policies (continued)

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax assets are generally recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also charged or credited directly to equity.

However, deferred tax is not provided for temporary differences that arise from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profits or loss; and on the initial recognition of goodwill.

Investments

Investment in subsidiary companies are held at cost less accumulated impairment losses. The carrying values of fixed asset investments are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable. The methodology applied to value in use calculations included:

- Long term growth - 1.0% to 2.0%
- Discount rate - 8.4% to 9.0%

Investments and other financial assets

The Company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through OCI or through profit or loss); and
- Those to be measured at amortised cost.

For assets measured at fair value, gains and losses will be recorded either in profit or loss or in OCI. For investments in equity instruments that are not held for trading, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income (FVOCI).

Purchases and sales of financial assets are recognised on trade date (that is, the date on which the group commits to purchase or sell the asset). Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

- Amortised cost: Assets that are held for collection of contractual cash flows, where those cash flows represent solely payments of principal and interest, are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented as a separate line item in the statement of profit or loss.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

2. Accounting policies (continued)

- **FVOCI:** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses, which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income from these financial assets is included in finance income using the effective interest rate method. Foreign exchange gains and losses are presented in other gains/(losses), and impairment expenses are presented as a separate line item in the statement of profit or loss.

- **FVPL:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains/(losses) in the period in which it arises.

The Company assesses, on a forward-looking basis, the expected credit losses associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables, the Company applies the simplified approach permitted by IFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

At the end of each reporting period financial assets measured at amortised cost were assessed for objective evidence of impairment. If an asset is impaired the impairment loss was the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss was recognised in the statement of comprehensive income.

If there was decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment was reversed. The reversal was such that the current carrying amount did not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal was recognised in the statement of comprehensive income.

Financial assets were derecognised when (i) the contractual rights to the cash flows from the asset expire or were settled, or (ii) substantially all the risks and rewards of the ownership of the asset were transferred to another party or (iii) despite having retained some significant risks and rewards of ownership, control of the asset had been transferred to another party who had the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

Loans

Loans are initially recognised at fair value and subsequently measured at amortised cost. The interest expense is recognised as 'Finance costs' in the consolidated statement of comprehensive income. Loans are removed from the statement of financial position when the obligation is discharged, cancelled or expired. Loans are classified as non-current liabilities within trade and other payables, unless there is a requirement for settlement within 12 months of the reporting period.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

2. Accounting policies (continued)

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the income statement.

Dividend income

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established.

Adoption of new and revised IFRSs

No Standard or Interpretations have been issued that have had or are expected to have an impact on the financial statements of the Company.

The International Accounting Standards Board and IFRS Interpretations Committee have issued a number of new accounting standards, interpretations, and amendments to existing standards and interpretations. There are no interpretations that are not yet effective that would be expected to have a material impact on the Company.

3. Critical accounting estimates and judgements

In preparing the Financial Statements, the Directors have to make judgements on how to apply the Company's accounting policies and make estimates about the future. The critical judgements that have been made in arriving at the amounts recognised in the Financial Statements and the key sources of estimation uncertainty that have significant risks of causing a material adjustment to the carrying value of assets and liabilities in the next financial period are discussed below:

Impairment reviews

The Company performs annual impairment reviews on investments in subsidiaries in accordance with the accounting policies stated above. The recoverable amounts of the cash generating units have been determined based on value-in-use calculations. These calculations require the estimation of future cash flows, based on the new transfer pricing policy, and the determination of a discount rate in order to calculate the present value of the cash flows. See note 7 for the carrying value of the assets.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

4. Profit / (Loss) before taxation

	Year ended 31 December 2021 £'000	Period from 19 December 2019 to 31 December 2020 £'000
Operating profit / (loss) is stated after (crediting) / charging:		
Foreign exchange (gain) / loss	(386)	366
<i>Fees payable to the Company's auditors</i>		
For the audit of the Company's financial statements	11	10
For other services to the company:		
Taxation advice and compliance services	5	5

The Company's audit fee has been paid by CSC Administrative Services Limited, a subsidiary company.

5. Staff costs

The Company has no employees. The Directors received no remuneration from the Company.

The Directors are employed and remunerated by other group companies; CSC Administrative Services Limited and Corporation Service Company. It is not possible to allocate their remuneration and therefore no recharge occurs.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

6. Taxation

(a) Tax charge

	Year ended 31 December 2021 £'000	Period from 19 December 2019 to 31 December 2020 £'000
Total current tax	-	-
Total deferred tax	-	-
Total tax on profit / (loss)	-	-

(b) Factors affecting the tax charge

The tax assessed for the year is lower (2020: higher) than that resulting from applying the standard rate of corporation tax in the UK to the profit / (loss) for the year / period. The differences are explained below:

	Year ended 31 December 2021 £'000	Period from 19 December 2019 to 31 December 2020 £'000
Profit / (Loss) before taxation	370	(366)
Profit / (Loss) before taxation multiplied by standard rate of corporation tax in the UK of 19% (2020: 19%)	70	(70)
Effects of:		
Disallowable expenditure	-	70
Group relief received	(70)	-
Tax charge for the year	-	-

(c) Unrecognised deferred tax assets

No deferred tax assets are recognised at 31 December 2021 (2020: £nil) and the Company had no (2020: £nil) unrecognised potential deferred tax assets.

In the Budget held on 3 March 2021, the Government announced that the corporation tax rate would increase to 25% from 1 April 2023. This was substantively enacted on 24 May 2021 and therefore has been reflected in the measurement of any relevant deferred tax balances.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

7. Investments

	2021 £'000	2020 £'000
Cost		
At 1 January / 19 December	57,658	-
Additions	-	57,658
	<u>57,658</u>	<u>57,658</u>
At 31 December	<u>57,658</u>	<u>57,658</u>
Provision for impairment		
At 1 January / 19 December	-	-
Impairment in the year / period	-	-
	<u>-</u>	<u>-</u>
At 31 December	<u>-</u>	<u>-</u>
Net book value	<u>57,658</u>	<u>57,658</u>

Investments consist of investments in subsidiary undertakings.

A discounted cash flow model was used to calculate the carrying value of investments and no impairment was noted in the year (2020: £nil).

Using sensitivity analysis in relation to the investment impairment, a 0.5% increase in the discount rate or a 0.5% decrease in the long term growth rate would result in no impairments.

Summary of changes in subsidiary undertakings

On 21 January 2021, CSC Administrative Services Limited, an indirect subsidiary and a company registered in the United Kingdom, sold its 100% shareholding in Easily Limited, a company registered in the United Kingdom.

On 7 June 2021, NetNames European Holdings ApS, a company registered in Denmark, was liquidated.

On 17 November 2021, Netnames Pty Limited, a company registered in Australia, was liquidated.

Subsidiary undertakings

The principal activities of all subsidiary undertakings relate to the sale of domain name management and brand protection services unless otherwise stated in the footnote below and are all 100% owned.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

7. Investments (continued)

Details of the subsidiary undertakings at 31 December 2021 are as follows:

Subsidiary	Registered Office	Country of incorporation and operation
CSC Administrative Services Limited */***	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
Adicio Pte Ltd *	230 Victoria Street, Bugis Junction Towers, Singapore 188024	Singapore
CSC Digital Brand Services (UK) Limited *	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
CSC Brand Protection Limited *	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
NetNames Holdings Limited **	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
CSC Digital Brand Services SAS *	13 Boulevard Haussmann, 75009 Paris	France
CSC Digital Brand Services ApS *	Ørestads Boulevard 108, 10 sal, th, 2300 København S	Denmark
Consult IT Nordic Ab *	PB 2005, 22111 Mariehamn	Finland
CSC (DBS) GmbH *	George-August-Zinn Strasse 2, 65183 Wiesbaden	Germany
DNE Holding AB *	Box 3396, 103 68 Stockholm	Sweden
CSC Digital Brand Services Group AB *	Box 3396, 103 68 Stockholm	Sweden
CSC Digital Brand Services (Norway) AS *	c/o Advokatfirmaet Price Waterhouse Coopers AS, Dronning Eufemiasgate 8, 01941 Oslo	Norway
CSC Digital Brand Services (Switzerland) GmbH *	Löwenstrasse 29, CH-8001 Zürich	Switzerland
Dormant subsidiaries are listed below;		
NetNames France Holdings SAS */**	13 Boulevard Haussmann, 75009 Paris	France
Group NBT Limited *	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
NetNames Brand Protection Holdings Limited */**	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
Ascio Limited */**	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
Editfile Limited *	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
Domain Trustees UK Limited *	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
NetNames International Limited */**	5 Churchill Place, Canary Wharf, London, E14 5HU	United Kingdom
Domain Management Limited *	Rykadan Capital Tower, 135 Hoi Bun Road, Kwun Tong, Kowloon, Hong Kong	Hong Kong

* These investments are not held directly by CSC DBS Holdings Limited

** These are intermediate holding companies

*** Provides management services to all group companies

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

8. Trade and other receivables

	31 December 2021 £'000	31 December 2020 £'000
Amounts owed by Group undertakings	6,500	6,500
	<u>6,500</u>	<u>6,500</u>

All amounts shown under receivables fall due for payment within one year.

Amounts owed by Group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

9. Trade and other payables

	31 December 2021 £'000	31 December 2020 £'000
Amounts due to Group undertakings	22,411	22,781
	<u>22,411</u>	<u>22,781</u>

Amounts due to Group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

10. Called up share capital

	31 December 2021 £'000	31 December 2020 £'000
Authorised		
600 (2020: 600) ordinary shares of £1 each	1	1
	<u>1</u>	<u>1</u>
Issued and fully paid		
600 (2020: 600) ordinary shares of £1 each	1	1
	<u>1</u>	<u>1</u>

There is a single class of ordinary shares. There are no restrictions on the distribution of dividends and the repayment of capital.

CSC DBS Holdings Limited

Notes to the financial statements for the year ended 31 December 2021

11. Immediate and ultimate controlling party

At 31 December 2021, the immediate parent company was Corporation Service Company (Europe) Limited, a company incorporated in the United Kingdom, and the ultimate parent company and controlling party was WMB Holdings Inc., a privately held corporation in Wilmington, Delaware, USA.

The smallest consolidation which includes the Company's financial information is the consolidation of Corporation Service Company (Europe) Limited, a company incorporated in the United Kingdom, which can be obtained from the registered office of the company; 5 Churchill Place, 10th Floor, Canary Wharf, London, E14 5HU. The largest consolidation which includes the Company's financial information is the consolidation of WMB Holdings Inc., a privately held corporation in Wilmington, Delaware, USA, which is not publicly available.