

Registration number: 03302926

# G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)

Annual Report and Financial Statements

for the Year Ended 31 December 2015

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# **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

## **Contents**

Company Information	1
Strategic Report	2
Directors' Report	3
Statement of Directors' Responsibilities	4
Independent Auditor's Report	5 to 7
Income Statement	8
Statement of Comprehensive Income	9
Statement of Changes in Equity	10
Statement of Financial Position	11
Notes to the Financial Statements	12 to 22

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Company Information**

<b>Directors</b>	P V David S Lundsberg-Nielsen H H Raja
<b>Company secretary</b>	W A Hayes
<b>Registered office</b>	Southside 105 Victoria Street London SW1E 6QT
<b>Auditors</b>	PricewaterhouseCoopers LLP Central Square 29 Wellington Street Leeds LS1 4DL

# **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

## **Strategic Report for the Year Ended 31 December 2015**

The directors present their strategic report for the year ended 31 December 2015.

### **Fair review of the business**

The principal activity of the company is that of a holding company.

During the period there was minimal activity in the company. The company has net assets of US\$7,034,000 which remain largely unchanged from the prior period (2014: US\$8,032,000). The company made a loss after taxation of US\$998,000 (2014: profit US\$5,814,000). The directors consider the results for the year to be satisfactory and that future results will be of a similar nature.

### **Key performance indicators**

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

### **Principal risks and uncertainties**

As an investment holding company the principal risks and uncertainties are in respect of the underlying operational performance and economic risks faced by its investments or other group companies which it holds amounts receivable from. A full explanation of these risks is contained in the consolidated financial statements of G4S plc, please see note 1 to the company's financial statements for details of where a copy of these accounts can be obtained.

### **Transition to FRS 101**

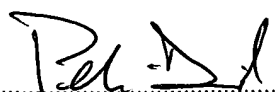
Between 2012 and 2015 the Financial Reporting Council revised financial reporting standards for the United Kingdom and Republic of Ireland. The revision fundamentally reformed financial reporting, replacing all previous accounting standards with Financial Reporting Standard ('FRS') 100 'Application of Financial Reporting Requirements' and other related standards, which are applicable from 1 January 2015.

Under FRS 100, the company has elected to apply FRS 101 'Reduced Disclosure Framework' in its annual financial statements for the year ended 31 December 2015. FRS 101 sets out a reduced disclosure framework which addresses the financial reporting requirements and disclosure exemptions for the individual financial statements of subsidiaries and ultimate parents that otherwise apply the recognition, measurement and disclosure requirements of International Financial Reporting Standards adopted by the European Union ('adopted IFRSs').

The date of transition from the previous accounting standards, adopted IFRSs, to FRS 101 was 1 January 2014. Comparable historical financial information has therefore been provided in accordance with FRS 101. However, no adjustments were required to the carrying amounts reported in the company's previous statutory annual report and financial statements, as explained in note 16 to the financial statements. The company has taken advantage of certain disclosure exemptions available in FRS 101, and these have been explained in note 3 to the financial statements.

The company has also early-adopted certain amendments to FRS 100 and FRS 101, and early-adopted The Companies, Partnerships, and Groups (Accounts and Reports) Regulations 2015 ('SI 2015/980') from 1 January 2015. SI 2015/980 allowed, among other items, the format of the financial statements to be presented in accordance with adopted IFRSs instead of the Companies Act 2006.

Approved by the Board on 28 September 2016 and signed on its behalf by:



P V David  
Director

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Directors' Report for the Year Ended 31 December 2015**

The directors present their report and the audited financial statements for the year ended 31 December 2015.

#### **Directors of the company**

The directors who held office during the year were as follows:

P V David

S Lundsberg-Nielsen

H H Raja

#### **Environmental matters**

The company's business is not one that has a significant direct impact on the environment. However, the company recognises the importance of its responsibilities to reduce environmental impact in such areas as energy usage, recycling, environmentally-friendly products and paper products, where it operates in accordance with the policies of G4S Plc as detailed in the group's annual report.

#### **Financial Risk Management**

The company operates under the financial risk management objectives and policies of its ultimate parent, G4S plc, into which the results of the company are consolidated. G4S plc's objectives and policies include:

- Mitigating liquidity risk by ensuring there are sufficient undrawn committed facilities available to the G4S plc group;
- Conducting operating and financing activities, wherever possible, in the company's local currency; and
- Utilising interest rate swaps and, to a lesser extent, forward rate agreements to manage future cash outflows.

Further details of the financial risk management objectives and policies of the G4S plc group, of which the company is a member, are included in Note 31 of the consolidated financial statements of G4S plc ([www.g4s.com](http://www.g4s.com)).

#### **Disclosure of information to the auditors**

Each director has taken 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 auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

#### **Reappointment of auditors**

During the year KPMG Audit Plc resigned as the company's auditors. A resolution was passed by the company to appoint PricewaterhouseCoopers LLP as the company's auditors. Pursuant to the provisions of section 485 of the Companies Act 2006, PricewaterhouseCoopers LLP will be deemed to be reappointed following the period set out in section 485 and in accordance with section 487 of the Companies Act 2006.

Approved by the Board on 28 September 2016 and signed on its behalf by:



P V David  
Director

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Statement of Directors' Responsibilities**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting practice), including Financial Reporting Standard 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 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 United Kingdom Accounting Standards, including FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify the company's shareholders in writing about the use of disclosure exemptions, if any, of FRS 101 used in the preparation of 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 taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Independent Auditor's Report to the members of G4S Worldwide Holdings Limited**

#### **Report on the financial statements**

##### ***Our opinion***

In our opinion, G4S Worldwide Holdings Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 December 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with the United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

##### ***What we have audited***

The financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), comprise:

- the Statement of Financial Position as at 31 December 2015;
- the Income Statement and Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Equity for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

##### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

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

In addition, in light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in the Strategic Report and the Directors' Report. We have nothing to report in this respect.

##### **Other matters on which we are required to report by exception**

##### ***Adequacy of accounting records and information and explanations received***

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

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Independent Auditor's Report to the members of G4S Worldwide Holdings Limited**

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

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

#### **Responsibilities for the financial statements and the audit**

##### ***Our responsibilities and those of the directors***

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

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.

##### ***What an audit of financial statements involves***

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

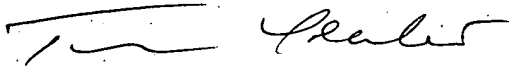
We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report. With respect to the Strategic Report and Directors' Report, we consider whether those reports include the disclosures required by applicable legal requirements.



**G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

**Independent Auditor's Report to the members of G4S Worldwide Holdings Limited**



.....  
Tom Yeates (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditor

Central Square  
29 Wellington Street  
Leeds  
LS1 4DL

Date: 29/9/16

**G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

**Income Statement for the Year Ended 31 December 2015**

	Note	2015 US\$ 000	2014 US\$ 000
Administrative expenses		(524)	(22)
Gain (loss) on disposal of property, plant and equipment		<u>(120)</u>	<u>(1,275)</u>
Operating loss	5	(644)	(1,297)
Dividend income		-	7,462
Net finance income/(expense)	6	<u>(418)</u>	<u>(444)</u>
(Loss)/profit before tax		(1,062)	5,721
Tax on (loss)/profit on ordinary activities	9	<u>13</u>	<u>93</u>
(Loss)/profit for the year		<u><u>(1,049)</u></u>	<u><u>5,814</u></u>

The result and operating profit above are generated only from continuing operations.

**G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

**Statement of Comprehensive Income for the Year Ended 31 December 2015**

	Note	2015 US\$ 000	2014 US\$ 000
(Loss)/profit for the year		<u>(1,049)</u>	<u>5,815</u>
Total comprehensive (loss)/income for the year		<u><u>(1,049)</u></u>	<u><u>5,815</u></u>

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

**G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

**Statement of Changes in Equity for the Year Ended 31 December 2015**

	<b>Share capital US\$ 000</b>	<b>Share premium US\$ 000</b>	<b>Retained earnings US\$ 000</b>	<b>Total US\$ 000</b>
At 1 January 2015	<u>1</u>	<u>1,288</u>	<u>6,743</u>	<u>8,032</u>
Loss for the year	<u>-</u>	<u>-</u>	<u>(1,049)</u>	<u>(1,049)</u>
Total comprehensive (loss)/income	<u>-</u>	<u>-</u>	<u>(1,049)</u>	<u>(1,049)</u>
At 31 December 2015	<u>1</u>	<u>1,288</u>	<u>5,694</u>	<u>6,983</u>
	<b>Share capital US\$ 000</b>	<b>Share premium US\$ 000</b>	<b>Retained earnings US\$ 000</b>	<b>Total US\$ 000</b>
At 1 January 2014	<u>1</u>	<u>1,288</u>	<u>928</u>	<u>2,217</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>5,815</u>	<u>5,815</u>
Total comprehensive (loss)/income	<u>-</u>	<u>-</u>	<u>5,815</u>	<u>5,815</u>
At 31 December 2014	<u>1</u>	<u>1,288</u>	<u>6,743</u>	<u>8,032</u>

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

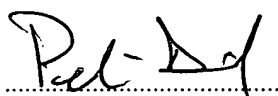
**G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

**(Registration number: 03302926)**

**Statement of Financial Position as at 31 December 2015**

	Note	2015 US\$ 000	2014 US\$ 000
<b>Non-current assets</b>			
Property, plant and equipment	10	-	896
Investments	11	20,329	20,835
Deferred tax assets	9	7	7
		<u>20,336</u>	<u>21,738</u>
<b>Current assets</b>			
Trade and other receivables	12	49	192
Income tax asset		110	97
Cash and cash equivalents		9	515
		<u>168</u>	<u>804</u>
<b>Current liabilities</b>			
Trade and other payables	13	(13,521)	(14,510)
Net current liabilities		<u>(13,353)</u>	<u>(13,706)</u>
Net assets		<u>6,983</u>	<u>8,032</u>
<b>Equity</b>			
Share capital	14	1	1
Share premium		1,288	1,288
Retained earnings		5,694	6,743
Total equity		<u>6,983</u>	<u>8,032</u>

Approved by the Board on 28 September 2016 and signed on its behalf by:



P V David  
Director

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

# **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

## **Notes to the Financial Statements for the Year Ended 31 December 2015**

### **1 General information**

G4S Worldwide Holdings Limited (the 'company') is incorporated in the United Kingdom, registered in England and Wales, and domiciled in the UK. It is a private company, limited by shares. The company's registered office is 5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT.

The company is exempt by virtue of Section 400 of the Companies Act 2006 from the requirement to prepare and deliver consolidated financial statements as it is a wholly-owned subsidiary of a company established in the EU and it is included in the audited consolidated financial statements of its EU-established ultimate parent, G4S plc. The registered office of G4S plc is 5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT. These financial statements therefore present information about the company as an individual entity only and not as a group.

The financial statements are presented in US dollars, which is the company's functional currency, and in thousands, unless otherwise stated. US dollars is appropriate to use as the underlying transactions are reported in this currency.

### **2 Statement of compliance**

These financial statements were prepared in accordance with Financial Reporting Standard ('FRS') 101 'Reduced Disclosure Framework'.

### **3 Significant accounting policies**

#### **Basis of preparation**

The financial statements have been prepared under the going concern basis and using the historical cost convention in accordance with Companies Act 2006 and applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice ('UK GAAP')). The principal accounting policies and measurement bases adopted are set out below and have been applied consistently to all the years presented, unless stated otherwise. Judgements made by the directors in the application of these accounting policies which have a significant effect on the financial statements, and estimates with a significant risk of material adjustment, are discussed in note 4.

The company has early-adopted certain amendments to FRS 100 'Application of Financial Reporting Requirements' and to FRS 101 issued in July 2015 by the Financial Reporting Council. These amendments related to changes made to the Companies Act 2006 to maintain consistency with company law and the early-adoption of The Companies, Partnerships, and Groups (Accounts and Reports) Regulations 2015 ('SI 2015/980'). SI 2015/980 allowed, among other items, the format of the financial statements to be presented in accordance with International Financial Reporting Standards adopted by the European Union ('adopted IFRSs') instead of the Companies Act 2006.

#### **Transition to FRS 101**

These financial statements were prepared by the directors in accordance with FRS 101 for the first time. The date of transition from the previous accounting standards, adopted IFRSs, to FRS 101 was 1 January 2014. Comparable historical financial information has therefore been provided in accordance with FRS 101. However, no adjustments were required to the carrying amounts reported in the company's previous statutory annual report and financial statements, as explained in note 16 to the financial statements.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

#### **Exemptions**

The company has taken advantage of certain disclosure exemptions in FRS 101, in part because its financial statements are included in the publicly available consolidated financial statements of G4S plc. Copies of the consolidated financial statements of G4S plc may be obtained by writing to the Company Secretary at the registered address disclosed in note 1 above. The directors have notified the company's shareholders in writing about the use of these disclosure exemptions.

These disclosure exemptions relate to:

- the presentation of a third or opening statement of financial position at the date of transition to FRS 101 and related notes;
- the requirement of IAS 7 'Statement of Cash Flows';
- the statement of compliance with adopted IFRSs;
- new IFRSs that have been issued but are not yet effective and which have not been applied by the company;
- comparative information for the movements from the beginning to the end of the year in respect of intangible assets, property, plant and equipment, and the number of shares, and certain other additional comparative information;
- financial instruments disclosures required by IFRS 7 'Financial Instruments: Disclosures';
- disclosures required by IFRS 13 'Fair Value Measurement';
- certain related party disclosures on key management compensation and transactions entered into between two or more wholly-owned members of a group; and
- capital management disclosures.

#### **Finance income and expense**

Finance income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable. This is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset's net carrying amount.

Finance costs are recognised as an expense in the income statement on the same basis.

#### **Foreign currencies**

The financial statements are presented in US dollars, which is the company's functional currency. Transactions in currencies other than the functional currency are translated at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities which are denominated in other currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items measured at historical cost denominated in other currencies are not retranslated. Gains and losses arising on retranslation are included in the income statement.

#### **Income taxes**

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Where the current income tax position in the balance sheet represents an asset, this represents amounts owed from group companies for group relief.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

#### **Property, plant and equipment**

Property, plant and equipment is stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of property, plant and equipment includes directly attributable incremental costs incurred in their acquisition and installation.

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

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold buildings	50 years

#### **Investments**

Investments in securities are classified on initial recognition as available-for-sale and are carried at fair value, except where their fair value cannot be measured reliably, in which case they are carried at cost, less any impairment.

Unrealised holding gains and losses other than impairments are recognised in other comprehensive income. On maturity or disposal, net gains and losses previously deferred in accumulated other comprehensive income are recognised in income.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

#### **Impairment**

The carrying value of the company's assets, with the exception of deferred tax assets, is reviewed on an ongoing basis for any indication of impairment and, if any such indication exists, the assets' recoverable amount is estimated. An impairment loss is recognised in the income statement whenever the carrying value of an asset or its cash-generating unit exceeds its recoverable amount.

An impairment loss is reversed if there has been a change in the estimates used to determine its recoverable amount. The amount of the reversal is limited such that the asset's carrying amount does not exceed that which would have been determined (after depreciation and amortisation) if no impairment loss had been recognised.

#### **Financial instruments**

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

#### **Trade receivables**

Trade receivables do not carry interest and are stated initially at their fair value. The carrying amount of trade receivables is reduced through the use of a bad debt allowance account. The company provides for bad debts based upon an analysis of those that are past due, in accordance with local conditions and past default experience.



## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

#### *Cash and cash equivalents*

Cash and cash equivalents comprise cash balances and call deposits.

#### *Trade payables*

Trade payables are not interest-bearing and are stated initially at fair value.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **4 Critical accounting judgements and key sources of estimation uncertainty**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of the company's accounting policies. These judgements, estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, including current and expected economic conditions, and in some cases, actuarial techniques.

Despite the non complex nature of the company, there are accounting estimates, judgements and assumptions made in the preparation of its accounts including:

##### *Income taxes*

Significant judgement can be required in determining the provision for income taxes. There are transactions and calculations for which the ultimate tax determination is uncertain. The company recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current and deferred income tax assets and liabilities in the period in which such determination is made.

##### *Collectability of amounts due from group undertakings*

The company holds amounts due from other G4S plc group entities, whether to recognise a provision against such debtors requires judgement in respect of the underlying operational performance and economic risks faced by other G4S plc group companies. An impairment provision has not been recognised against such balances in the current year.

##### *Impairment of investments*

Investments are tested for impairment where there are financial or non financial indicators the carrying value may be greater than expected future cashflows. Judgement is required to determine whether such indicators exist. Where a test is determined to be required inputs into the impairment model such as growth, future cashflows and discount rates are estimates and can have a significant impact on the result of the calculation and whether an impairment is recognised.

Although these judgements, estimates and associated assumptions are based on management's best knowledge of current events and circumstances, the actual results may differ.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods effected.

# G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)

## Notes to the Financial Statements for the Year Ended 31 December 2015

### 5 Operating loss

Arrived at after charging/(crediting)

	2015 US\$ 000	2014 US\$ 000
Depreciation expense	-	21
Impairment of investments	508	-
Loss on disposal of property, plant and equipment	<u>120</u>	<u>1,275</u>

### 6 Finance expense

	2015 US\$ 000	2014 US\$ 000
Foreign exchange (gains) / losses	7	22
Interest payable to group undertakings	<u>411</u>	<u>422</u>
	<u>418</u>	<u>444</u>

### 7 Staff costs

There were no employees employed directly by the company in the current and prior year.

The directors received no remuneration or accrued pension benefits in respect of their services to the company during both the current and prior year.

### 8 Auditors' remuneration

The audit fee for the company of US\$1,440 (2014: US\$1,440) was borne by another group company. The company did not incur any non-audit fees in the current and prior year.

### 9 Income tax

Tax charged/(credited) in the income statement

	2015 US\$ 000	2014 US\$ 000
<b>Current taxation</b>		
UK corporation tax	(110)	(97)
UK corporation tax adjustment to prior periods	<u>97</u>	<u>7</u>
	(13)	(90)
<b>Deferred taxation</b>		
Arising from origination and reversal of temporary differences	<u>-</u>	<u>(3)</u>
Tax receipt in the income statement	<u>(13)</u>	<u>(93)</u>

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

The tax rate applied on profit before tax is the standard effective rate of corporation tax in the UK of 20.25% (2014: 21.5%).

The standard effective rate of corporation tax in the UK reduced from 21.5% in 2014 to 20.25% for 2015 in accordance with legislation enacted by the UK Government during 2013.

The differences are reconciled below:

	<b>2015</b> <b>US\$ 000</b>	<b>2014</b> <b>US\$ 000</b>
(Loss)/profit before tax	<u>(1,062)</u>	<u>5,721</u>
Corporation tax at standard rate	(215)	1,230
Increase (decrease) in current tax from adjustment for prior periods	97	7
Decrease (increase) from effect of revenues exempt from taxation	-	(1,605)
Increase (decrease) from effect of expenses not deductible in determining taxable profit (tax loss)	<u>105</u>	<u>275</u>
Total tax credit	<u>(13)</u>	<u>(93)</u>

The UK corporation tax rate reduced from 21% to 20% with effect from 1 April 2015. Further reductions in the UK corporation tax rate will apply from 1 April 2017 when the rate reduces to 19% and from 1 April 2020 when the rate reduces to 18%. All of these rate changes were enacted at the balance sheet date.

A further change to the UK corporation tax rate was announced in the Chancellor's Budget on 16 March 2016. The change announced is to reduce the main rate to 17% from 1 April 2020. As the change to 17% had not been substantively enacted at the balance sheet date its effects are not included in these financial statements.

Deferred tax assets and liabilities on timing differences have been calculated using the UK corporation tax rate which will apply in the period during which they are expected to reverse.

Deferred tax assets and liabilities on timing differences expected to reverse in the period from 1 January 2016 to 31 March 2017 have been provided at 20%. Deferred tax assets and liabilities on timing differences expected to reverse in the period from 1 April 2017 to 31 March 2020 have been provided at 19%. Deferred tax assets and liabilities on timing differences expected to reverse on or after 1 April 2020 have been provided at 18%.

# G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)

## Notes to the Financial Statements for the Year Ended 31 December 2015

### Deferred tax

Deferred tax movement during the year:

	At 1 January 2015 US\$ 000	At 31 December 2015 US\$ 000
Accelerated tax depreciation	(7)	(7)

### 10 Property, plant and equipment

	Land and buildings US\$ 000	Total US\$ 000
<b>Cost or valuation</b>		
At 1 January 2015	1,088	1,088
Disposals	(1,088)	(1,088)
At 31 December 2015	-	-
<b>Depreciation</b>		
At 1 January 2015	192	192
Eliminated on disposal	(192)	(192)
At 31 December 2015	-	-
<b>Carrying amount</b>		
At 31 December 2015	-	-
At 31 December 2014	896	896

### 11 Investments

	US\$ 000
<b>Subsidiaries</b>	
<b>Cost or valuation</b>	
At 1 January 2015	20,837
At 31 December 2015	20,837
<b>Provision</b>	
Provision	508
At 31 December 2015	508
<b>Carrying amount</b>	
At 31 December 2015	20,329
At 1 January 2014	20,835

At the end of the period the Directors reviewed the carrying amount of investments for impairment and following that assessment have created the impairment provision of US\$457,000 to reflect an expected reduction in the recoverable amount of the investment.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

Details of the subsidiaries as at 31 December 15 are as follows:

<b>Subsidiary undertakings</b>	<b>Class of holding</b>	<b>% ownership</b>	<b>Place of incorporation or registration</b>
G4S Finance Management (AG) Limited*	ordinary	100%	5th Floor, Southside, 105 Victoria Street, London, SWE1 6QT
G4S Risk Management Limited *	ordinary	100%	Southside, 105 Victoria Street, London, SWE1 6QT
G4S Secure Solutions (Afghanistan)	ordinary	100%	ArmorGroup Camp, Parkhai Sanahati, Karayi Khola Rawash, Kabul, Afghanistan
G4S Algeria EURL *	ordinary	100%	Lotissement Benedadi Said No3 Dar Diaf Cherraka 16050, Algeria
ArmorGroup (Middle East) Limited	ordinary	100%	Julia House, 3 Themisocles Dervis Street, CY-1066 Nicosia, Cyprus
Armor Group Djibouti SARL	ordinary	80%	Djibouti
US Defense Systems LLC *	ordinary	100%	2711 Centerville Road, Suite 400, Wilmington DE, United States
Defence Systems Ecuador DSE CIA Ltda	ordinary	99.9%	Luis Cordero E12-114 y Toledo, Quito, Ecuador
G4S Gabon Secure Solutions S.A.	ordinary	99.9%	Quartier Ambowe, BP 4000 Libreville, Gabon
G4S Secure Solutions (Iraq) Limited	ordinary	100%	Southside, 105 Victoria Street, London, SWE1 6QT
G4S Secure Solutions (Iraq) IQ101 "Branch"	ordinary	100%	Sutton Park House, 15 Carshalton Park Road, Sutton, SM1 4LD
ArmorGroup Cote D'Ivoire SA *	ordinary	100%	Rue B31, Lot 29, Cocody Danga Nord Abidjan, 20 BP 8456 Abidjan, 20 Abidjan, Ivory Coast
G4S International Employment Services Limited	ordinary	100%	Jersey
ArmorGroup Kenya Limited	ordinary	100%	Plot No. LR 209/368/10, Armor House, Lenana Road, PO Box 2714, Nairobi, Kenya
G4S Ordinance Management (Mozambique) Limited *	ordinary	90%	No 2085, Avenida Ahmed Sekoe Toure, Maputo, Mozambique
Armorgroup (Nigeria) Limited	ordinary	100%	22 Raymond Nyoku Street, Ikoyi, Lagos, Nigeria
Defence Systems (Nigeria) Limited	ordinary	100%	First Floor Right, Ablag House, 7 Anthony Village Road, Anthony Village, Lagos, Nigeria
G4S Defence Systems Eurasia Limited *	ordinary	100%	5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT
G4S Eurasia LLC	ordinary	90%	Building 1, 4 Ukhtomsky Pereulok, 111020 Moscow, Russia

## G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)

### Notes to the Financial Statements for the Year Ended 31 December 2015

LLC PSE G4S Vostok	ordinary	90%	Office 225, 32 Kommunistichesky Prospekt, Yuzhno-Sakhalinsk, 693000, Russia
LLC PSE ArmorGroup Yug	ordinary	90%	138 Kirova Str, 360002, Krasnodar, Russia
CJSC PSE G4S Security Services - Sakhalin	ordinary	67.5%	36 Dzerzhinskogo, 693000 Yuzhno-Sakhalinsk, Russia
LCC G4S Technical Solutions - Sakhalin	ordinary	67.5%	62A Amurskaya Str, Office 103, 693000 Yuzhno-Sakhalinsk, Russia
G4S Security Services - St Petersburg LLC	ordinary	85.5%	8 Rizhky Prospekt, 190103 St. Petersburg, Russia
Amor Group Khabarovsk LLC PSC	ordinary	90%	Office B2-6, 210 Prospekt 60, 680009, et Oktyabrya, Khabarovsk, Russia
LLC G4S Centre	ordinary	90%	Ukhtomski Pereulok4, 111020 Moscow, Russia
LLC PSE G4S North	ordinary	90%	Office 1H, 96 Voronezhskaya Str, 192007, St Petersburg, Russia
Group 4 Falck LLC	ordinary	90%	Build 1, 9 Malaya Semenovskaya Street, 107023 Moscow, Russia
LLC Wackenhut Services	ordinary	90%	8/3 Grokholsky side-street, Building 1, 129010 Moscow, Russia
LLC G4S Integrated Systems	ordinary	90%	Building 1, Ukhtomsky Pereulok, Moscow, 111020, Russia
LLC Private Detective Entity ArmorGroup Investigations	ordinary	90%	Office 225, 32 Kommunistichesky Prospekt, Yuzhno-Sakhalinsk, 693000, Russia
Private Detective Entity G4S Investigations LLC	ordinary	90%	Pistsovaya Street 12, Building 1, 127015 Moscow, Russia
LLC ArmorGroup Humanitarian Operations	ordinary	90%	Office 225, 32 Kommunistichesky Prospekt, Yuzhno-Sakhalinsk, 693000, Russia
G4S Rwanda Ltd *	ordinary	99%	5698 Nyarutarama, PO Box8230, Kigali, Rwanda
ArmorGroup Services Limited (Sudan)	ordinary	100%	Sudan
ArmorGroup Southern Sudan Limited *	ordinary	100%	Sudan
ArmorGroup Sudanese Co Limited *	ordinary	100%	8 Mek Nimer Street, PO Box 47, Khartoum, Sudan
ArmorGroup Tanzania Limited	ordinary	99.9%	TDFL, 3rd Floor, Dae-es-Salaam, Tanzania
Alarm Protection Services Limited *	ordinary	100%	Plot 53 Lumumba Avenue, Nakasero, Kampala, Uganda
US Defense Systems LLC (Uganda)	ordinary	100%	Plot 53 Lumumba Avenue, Nakasero, Kampala, Uganda
G4S DSL Holdings Limited *	ordinary	100%	5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT
G4S Defence Systems International Limited	ordinary	100%	5th Floor, Southside, 105 Victoria Street, London, SW1E 6QT

## G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)

### Notes to the Financial Statements for the Year Ended 31 December 2015

G4S Risk Consulting Limited	ordinary	100%	Southside, 105 Victoria Street, London, SW1E 6QT
ArmorGroup Inversiones Venezuela SA *	ordinary	100%	Quinta Guayana, Planta Alta, Avenida Orinoco, Las Mercedes, Venezuela
Armorgroup Integracion SA	ordinary	100%	Quinta Guayana, Planta Alta, Avenida Orinoco, Las Mercedes, Venezuela
ArmorGroup Venezuela SA	ordinary	100%	Avendina Orinoco, Centro Empresarial Rocco, Piso 3, Las Mercedes, Caracas, Venezuela
Vulcano Integrated Alarm Systems SA	ordinary	100%	Avendina Orinoco, Centro Empresarial Rocco, Piso 3, Las Mercedes, Caracas, Venezuela
ArmorGroup (Special Clearance Services) Ltd *	ordinary	100%	Craigmuir Chambers, PO Box 71, Road Town, Tortola, British Virgin Islands
* Direct Investment			

#### 12 Trade and other receivables

	2015 US\$ 000	2014 US\$ 000
Amounts owed from group undertakings (members of the G4S plc group)	<u>49</u>	<u>192</u>

Amounts owed by group undertakings are unsecured, repayable on demand and bear no interest.

#### 13 Trade and other payables

	2015 US\$ 000	2014 US\$ 000
Amounts owed to group undertakings (members of the G4S plc group)	<u>13,521</u>	<u>14,510</u>

Amounts owed to group undertakings are unsecured, repayable on demand and bear interest at US\$ LIBOR plus 2.5%.

#### 14 Share capital

Share capital comprises 850 (2014: 850) ordinary shares of £1 each (2014: £1) (US\$1,000) all of which have been allotted, called up and fully paid.

## **G4S Worldwide Holdings Limited (previously G4S Holdings Worldwide (AG) Limited)**

### **Notes to the Financial Statements for the Year Ended 31 December 2015**

#### **15 Parent and ultimate parent undertaking**

In the opinion of the directors, the company's ultimate parent company and ultimate controlling party is G4S plc, a company incorporated in the United Kingdom.

The parent undertaking of both the largest and smallest group, which included the company and for which group accounts are prepared is G4S plc. G4S Holdings 102 (UK) Limited is the company's immediate controlling parent, a company incorporated in the United Kingdom.

Copies of the group financial statements for G4S plc are available upon request from the Company Secretary, Southside, 105 Victoria Street, London, SW1E 6QT.

#### **16 Transition to FRS 101**

As stated in the Significant accounting policies note, these are the company's first financial statements prepared in accordance with FRS 101. The transition date from the previous accounting standards, adopted IFRSs, to FRS 101 was 1 January 2014.

The policies disclosed in the Significant accounting policies note have been applied in preparing these financial statements for each of the years ended, and as at, 31 December 2015 and 31 December 2014, and in the preparation of an opening FRS 101 statement of financial position as at 1 January 2014.

In preparing its opening FRS 101 statement of financial position no adjustments were required to the carrying amounts reported in the company's previous statutory annual report and financial statements. The company has taken advantage of certain disclosure exemptions available in FRS 101, and these have been explained in note 3 to the financial statements.

#### *Presentation of the primary financial statements*

The presentation of the primary financial statements under headings in accordance with adopted IFRSs is permitted by the early adoption of SI 2015/980, as explained in the Significant accounting policies.