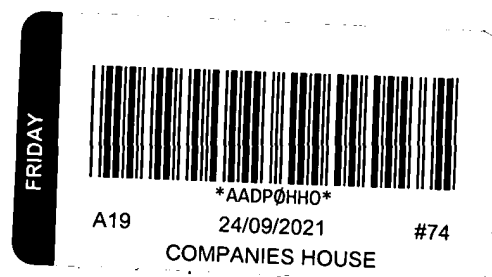


Registered Number 12459742

Moco Midco 1 Limited

Annual report and financial statements

For the period from 12 February 2020 to 31 March 2021



Moco Midco 1 Limited

Annual report and financial statements for the period from 12 February 2020 to 31 March 2021

Contents

Company Information	2
Strategic report	3
Directors' report	4-5
Independent auditor's report to the members of Moco Midco 1 Limited	6-9
Statement of comprehensive income	10
Statement of financial position	11
Statement of changes in equity	12
Notes to the financial statements	13-20

Moco Midco 1 Limited

Company Information

Directors

MP Caffrey (appointed 7 March 2020)

DA Edwards (appointed 1 September 2021)

AJ Leitch (appointed 4 January 2021)

MA Aneese (appointed 12 February 2020, resigned 7 March 2020)

AG Goldwater (appointed 24 April 2020, resigned 4 January 2021)

Registered office

Turing House

Archway 5

Manchester

M15 5RL

Independent auditors

RSM UK Audit LLP

9th Floor

3 Hardman Street

Manchester

M3 3HF

Bankers

Santander UK Plc

298 Deansgate

Manchester

M3 4HH

Solicitors

Pinsent Mason

3 Hardman Street

Manchester

M3 3AU

Moco Midco 1 Limited

Strategic report

For the period from 12 February 2020 to 31 March 2021

The Directors present their strategic report for Moco Midco 1 Limited ("the Company") for the period from 12 February 2020 to 31 March 2021.

Principal activities

The principal activity of the company is as an intermediate holding company within a group providing information technology and communications services.

Business review and KPIs

The result for the period was a loss before tax of £383,000. The loss was driven by net finance costs of £383,000.

In March 2020 it was announced that Livingbridge had reinvested in the Moco Topco Limited group through its Livingbridge 6 fund, in partnership with global alternative asset manager Ares Management Corporation. The Pimco 2947 Topco Limited group was acquired by an indirect subsidiary of the Company.

Principal risks and uncertainties

The principal risk affecting the Company relates to the valuation of its amounts receivable from subsidiaries. An annual impairment review is performed to assess whether the recoverable amount of the receivable is below the carrying value.

Covid-19

The Covid-19 pandemic has clearly presented unprecedented challenges to the way we work with our people, customers and suppliers but has also brought into sharp focus the importance of technology in being able to navigate this unprecedented situation. At the date of signing the financial statements, all of the Moco Topco Limited group's activities are continuing to operate as normal and the group is committed to:

- Keeping all of our people safe, following Government guidelines including through social distancing measures, establishing COVID secure workplaces and working from home where possible; and
- Continuing to operate and provide our customers with business critical services

With regard to COVID 19 and the progress achieved with the vaccination programme, at the time of signing we anticipate a gradual return to the office with a future hybrid model the most likely outcome. The results of the analysis and most recent up to date forecasts indicate it is appropriate for the Company to prepare the financial statements on a going concern basis.

Brexit

The Directors have not seen any significant disruption to operations as a result of Brexit.

Approved by order of the Board

AJ Leitch
Director

15 September 2021

Moco Midco 1 Limited

Strategic report

For the period from 12 February 2020 to 31 March 2021

The Directors present their strategic report for Moco Midco 1 Limited ("the Company") for the period from 12 February 2020 to 31 March 2021.

Principal activities

The principal activity of the company is as an intermediate holding company within a group providing information technology and communications services.

Business review and KPIs

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Brexit

The Directors have not seen any significant disruption to operations as a result of Brexit.

Approved by order of the Board



AJ Leitch
Director

15 September 2021

Moco Midco 1 Limited

Directors' report

For the period from 12 February 2020 to 31 March 2021

The Directors present their report for Moco Midco 1 Limited ("the Company") for the period from 12 February 2020 to 31 March 2021.

Dividends

There were no dividends paid or declared during the year (2020: £nil).

Directors and Directors' interests

The Directors who held office during the year and up to the date of signing the financial statements are listed on page 2.

No Director nor any members of their families had any interest either during or at the end of the period in any contract with the Company requiring disclosure under parts II and III of Schedule 6 of the Companies Act 2006.

Business review, KPIs and future outlook

Refer to the Strategic Report on page 3 for the business review, KPIs and future outlook.

Going concern

The Company is reliant on financial support from its ultimate parent company, Moco Topco Limited, as it has net liabilities. Cash resources of the company and other group undertakings are managed on a group basis. The Directors have received written confirmation from Moco Topco Limited that financial support will be provided to the Company for a period of at least 12 months from the date these financial statements are approved.

The Directors of Moco Topco Limited have prepared a detailed 5-year plan and a yearly budget. These include a consolidated forecast income statement, cash flow and balance sheet. Actual performance is reviewed regularly against the 5-year plan and budget. In addition, covenants compliance and headroom are monitored every month. Using these forecasts, the Directors' assess whether the group is a going concern and is able to continue trading for a period of at least 12 months from the date of these financial statements.

Based on this assessment, the Directors had not identified any material uncertainties regarding the company's ability to continue to operate as a going concern and therefore consider it appropriate to continue to prepare the financial statements on a going concern basis.

Statement of Directors' responsibilities

The directors are responsible for preparing the Directors' Report, Strategic Report and 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 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 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.

Moco Midco 1 Limited

Directors' report

For the period from 12 February 2020 to 31 March 2021

Statement of Directors' responsibilities (continued)

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.

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.

Disclosure of information to auditors

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.


Financial risk management

Information in respect of financial risk management for the Company has been disclosed within the Strategic report on page 3.

Independent auditors

RSM were appointed as auditors in the period. Pursuant to s487 Companies Act 2006, the auditors will be deemed to be reappointed and RSM UK Audit LLP will remain in office.

Approved by order of the Board



AJ Leitch
Director

15 September 2021

Moco Midco 1 Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOCO MIDCO 1 LIMITED

Opinion

We have audited the financial statements of Moco Midco 1 Limited (the 'company') for the period ended 31 March 2021 which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of changes in equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2021 and of its result for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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.

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.

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Moco Midco 1 Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOCO MIDCO 1 LIMITED

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 course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions 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; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on pages 4 and 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Moco Midco 1 Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOCO MIDCO 1 LIMITED

Auditor's responsibilities for the audit of the financial statements

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

The extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the company operates in and how the company is complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 101 and the Companies Act 2006. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing financial statement disclosures.

The audit engagement team identified the risk of management override of controls as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments and evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business.

Moco Midco 1 Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MOCO MIDCO 1 LIMITED

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities> This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RSM UK Audit LLP

Alastair John Richard Nuttall (Senior Statutory Auditor)
For and on behalf of RSM UK Audit LLP, Statutory Auditor
Chartered Accountants
9th Floor
3 Hardman Street
Manchester
M3 3HF
Date

20 September 2021

Moco Midco 1 Limited

**Statement of comprehensive income
For the period from 12 February 2020 to 31 March 2021**

		Period ended 31 March 2021 £ 000
	Note	
Finance costs	3	(383)
Loss before tax		<u>(383)</u>
Income tax credit	5	48
Loss for the period		<u>(335)</u>
Total comprehensive expense for the period		<u>(335)</u>

The results for the period arise from continuing operations.

The notes on pages 13 to 20 form part of these financial statements.

Moco Midco 1 Limited

Statement of financial position

For the period from 12 February 2020 to 31 March 2021

Company number: 12459742

		31 March 2021
	Note	£ 000
Fixed assets		
Investments	6	-
		-
Current assets		
Trade and other receivables	7	88,849
Trade and other payables - amounts falling due within one year	8	(753)
Net current assets		88,096
Total assets less current liabilities		88,096
Borrowings falling due after one year	9	(88,431)
Net liabilities		(335)
Equity		
Ordinary shares	10	-
Retained deficit		(335)
		(335)

The financial statements on pages 10 to 20 were approved by the board of Directors and authorised for issue on 15 September 2021. They were signed on its behalf by:



AJ Leitch
Director

Moco Midco 1 Limited

Statement of changes in equity

For the period from 12 February 2020 to 31 March 2021

	Ordinary shares	Retained deficit	Total shareholder's funds
	£000	£000	£000
Issue of share capital on incorporation	-	-	-
Comprehensive expense for the year	-	(335)	(335)
At 31 March 2021	-	(335)	(335)

Moco Midco 1 Limited

Notes to the financial statements

For the period from 12 February 2020 to 31 March 2021

1 General information

The Company was incorporated on 12 February 2020. The Company is a private company limited by shares and is registered and incorporated in England and Wales. The address of its registered office is Turing House, Archway 5, Manchester M15 5RL.

The principal activity of the Company during the year was as an intermediate holding company within a group providing information technology and communications services.

2 Accounting policies

2.1 Basis of preparation

The financial statements of Moco Midco 1 Limited (the "Company") have been prepared in accordance with Financial Reporting Standards 101 'Reduced Disclosure Framework' (FRS 101) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The entity satisfies the criteria of being a qualifying entity as defined in FRS 101. The Company is a wholly owned subsidiary of Moco Topco Limited and is included in the consolidated financial statements of that company. These are publicly available and are prepared in accordance with International Financial Reporting Standards as adopted by the European Union.

Exemption from preparing consolidated financial statements

The Company is a parent company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of an EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- Paragraphs 45(b) and 46 to 52 of IFRS 2, 'Share-based payment' (details of the number and weighted-average exercise prices of share options, and how the fair value of goods or services received was determined).
- IFRS 7, 'Financial Instruments: Disclosures'.
- Paragraphs 91 to 99 of IFRS 13, 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities).
- Paragraph 38 of IAS 1, 'Presentation of financial statements' comparative information requirements in respect of paragraph 79(a)(iv) of IAS 1.
- The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d), (statement of cash flows),
 - 16 (statement of compliance with all IFRS),
 - 38A (requirement for minimum of two primary statements, including cash flow statements),
 - 38B-D (additional comparative information),
 - 111 (cash flow statement information), and
 - 134-136 (capital management disclosures).
- IAS 7, 'Statement of cash flows'.
- Paragraph 30 and 31 of IAS 8 'Accounting policies, changes in accounting estimates and errors' (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective).
- Paragraph 17 of IAS 24, 'Related party disclosures' (key management compensation).
- The requirements in IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.
- The requirements in IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.

Moco Midco 1 Limited

Notes to the financial statements (continued)

For the period from 12 February 2020 to 31 March 2021

Accounting policies (continued)

2.1 Basis of preparation (continued)

New and amended standards and interpretations

There have been no new standards or interpretations issued by the IASB applying for the first time in the period ended 31 March 2021 that have given rise to changes in the Company's accounting policies.

Other new and amended standards and Interpretations issued by the IASB that will apply for the first time in the next annual financial statements are not expected to impact the Company as they are either not relevant to the Company's activities or require accounting which is consistent with the Company's current accounting policies.

2.2 Going concern

The Company is reliant on financial support from its immediate parent company, Moco Topco Limited, as it has net liabilities. The Directors have received written confirmation from Moco Topco Limited that financial support will be provided to the Company for a period of at least 12 months from the date these financial statements are approved.

The Directors of Moco Topco Limited have prepared a detailed 5-year plan and a yearly budget. These include a consolidated forecast income statement, cash flow and balance sheet. Actual performance is reviewed regularly against the 5-year plan and budget. In addition, covenants compliance and headroom are monitored every month. Using these forecasts, the Directors' assess whether the group is a going concern and is able to continue trading for a period of at least 12 months from the date of these financial statements.

Based on this assessment, the Directors had not identified any material uncertainties regarding the company's ability to continue to operate as a going concern and therefore consider it appropriate to continue to prepare the financial statements on a going concern basis.

2.3 Investments

Investments in subsidiaries are stated at cost less any provision for impairment. Where, in the opinion of the Directors there is an indicator that an impairment of the investment may have arisen, provisions are made in accordance with IAS 36 Impairment of Assets.

2.4 Financial instruments

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

Financial assets

Trade and other receivables

Trade and other receivables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Financial assets held at amortised cost are impaired when there is an expected credit loss. Expected credit losses are based on an assessment of the following factors:

- Whether the credit risk of financial assets has significantly increased since initial recognition, assessed at each balance sheet date;
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions, and forecasts of future economic conditions; and
- The probability that the financial asset will default based on a range of possible outcomes.

Moco Midco 1 Limited

Notes to the financial statements (continued)

For the period from 12 February 2020 to 31 March 2021

2.4 Financial instruments (continued)

Financial liabilities

Trade and other payables

Trade and other payables are non-interest bearing and are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

2.5 Taxation

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises 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 profit nor loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Group relief is apportioned to the relevant group companies where group relief is applicable.

2.6 Functional and presentational currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"), which is Sterling. The financial statements are presented in Sterling, which is the Company's functional and presentational currency and rounded to the nearest thousand.

Moco Midco 1 Limited

Notes to the financial statements (continued)

For the period from 12 February 2020 to 31 March 2021

2.7 Borrowings

Interest bearing bank loans, issued loan notes and overdrafts are recorded at the proceeds received, net of direct issue costs. Finance charges, including any premiums payable on settlement or redemption and direct issue costs, are accounted for on an accrual basis through the income statement using the effective interest method and are added to the carrying amount of the instrument to the extent they are not settled in the period in which they arise.

2.8 Critical accounting estimates and judgements

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.

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The principal area of judgement concerns the carrying value of receivables from subsidiary companies as discussed in note 9.

3 Finance income and costs

	Period ended 31 March 2021 £ 000
Finance income	
Interest receivable from group undertakings	<u>8,370</u>
Finance costs	
Interest payable to group undertakings	70
Interest payable on investor loan notes	8,667
Unwind of deferred finance costs	<u>16</u>
	<u>8,753</u>
Net finance cost	<u>383</u>

4 Employees and directors

The company has no employees. The directors are paid by another group company. It is not practicable to identify the element of their remuneration that relates to their services as a director of the company.

Moco Midco 1 Limited

Notes to the financial statements (continued)
For the period from 12 February 2020 to 31 March 2021

5 Income tax

	Period ended 31 March 2021 £ 000
Corporation tax	
Current tax on loss for the year	48
Total income tax credit	<u>48</u>

The tax on the Company's loss before tax differs from the theoretical amount that would arise using the weighted average tax rate as follows:

	Period ended 31 March 2021 £ 000
Loss before tax	<u>(383)</u>
(Loss) multiplied by standard rate of corporation tax in the UK of 19%	(73)
Effects of:	
Expenses not deductible	(190)
Deferred tax not recognised	<u>215</u>
Total credit for the year	<u>(48)</u>

The deferred tax asset not recognised in the balance sheet as at 31 March 2021 due to uncertainty relating to future taxable profits was as follows:

	31 March 2021 £'000
Losses not recognised	2
Short-term timing differences	<u>212</u>
	<u>214</u>

Moco Midco 1 Limited

Notes to the financial statements (continued)

For the period from 12 February 2020 to 31 March 2021

6 Investments in subsidiary undertakings

31 March
2021
£ 000

Investments in subsidiary companies – cost and net book value

-

On 13 February 2020 the Company acquired 100% of the share capital of Moco Midco 2 Limited for consideration of £1. On 27 October 2020 the investment was transferred to another group company for consideration of £1.

On 20 October 2020 the Company acquired 100% of the share capital of Moco Parentco Limited for consideration of £1.

Investments are subject to an annual impairment review. The Directors believe that the carrying value of the investments to be reasonable based on the net assets and forecast future cashflows of the underlying businesses.

The Company's direct and indirect subsidiaries are:

Name	Holding	Principal activity
Moco Parentco Limited	100%	Holding company
Moco Pikco Limited*	100%	Holding company
Moco Midco 2 Limited*	100%	Holding company
Moco Bidco Limited*	100%	Advisory services for group companies
Pimco 2947 Topco Limited	100%	Holding company
Pimco 2947 Bidco Limited*	100%	Advisory services for group companies
Manchester Metronet Limited*	100%	Holding company
Metronet (UK) Limited*	100%	Data connectivity services
M247 Limited*	100%	Information technology services
Venus Business Communications Limited*	100%	Data connectivity services
M247 Estates Limited*	100%	Property holding
M247 Europe SRL*	100%	European transnetwork ISP
UK Web.Solutions Limited*	100%	Hosting and domain services
Axamba Inc*	100%	Dormant
M247 Iberia, S.L.*	100%	Data centre and connectivity

* indirect holding

All shareholdings are of Ordinary shares.

The registered office of all companies is Turing House, Archway 5, Manchester M15 5RL, with the exception of M247 Europe SRL, which has its registered office at SoS Fabrica de Clucoza Nr11b, Sector 2, Bucharest, Romania, and M247 Iberia, S.L., which has its registered office at P Plaza De La Solidaridad No.12 Piso 5, Malaga 29006.

Moco Midco 1 Limited

Notes to the financial statements (continued)

For the period from 12 February 2020 to 31 March 2021

7 Trade and other receivables

	31 March 2021 £ 000
Amounts owed by group undertakings	88,801
Group tax relief	48
	<u>88,849</u>

Amounts owed from Group undertakings are unsecured, repayable on demand and subject to interest of 10.0%.

There are no provisions for impairment.

8 Trade and other payables

	31 March 2021 £ 000
Amounts owed to group undertakings	<u>753</u>

Amounts owed to group undertakings are unsecured, repayable on demand, and carry interest of 10%.

The carrying amount of the trade and other payables are assumed to be the same as their fair values, due to their short term nature.

9 Borrowings falling due after one year

	31 March 2021 £ 000
Investor loan notes	<u>88,431</u>

Moco Midco 1 Limited

Notes to the financial statements (continued) **For the period from 12 February 2020 to 31 March 2021**

9 Borrowings falling due after one year (continued)

Maturity of borrowings:

	Investor Loan Notes £'000
Drawn in the year	81,450
Interest capitalised in the period	8,590
Redeemed in the year	<u>(1,500)</u>
	88,540
Deferred financing costs set off	(125)
Deferred finance costs amortised	<u>16</u>
	<u>88,431</u>
Amounts due:	
After more than five years	<u>88,431</u>

On 20 March 2020 the Company issued loan notes of £81,450,000 bearing interest of 10.00% payable at maturity in 2028, and acquired loan notes of £1,500,000 that had previously been issued by another group company. The acquired loan notes were redeemed in the period.

10 Share capital

The Company has one issued and fully paid share with a nominal value of £1.

11 Ultimate group company

The Company's immediate parent undertaking is Moco Topco Limited.

The Company's ultimate controlling company, and the largest and smallest company to consolidate the results of the Company, is Moco Topco Limited. The financial statements of Moco Topco Limited are publicly available and can be obtained from its registered office at Turing House, Archway 5, Manchester M15 5RL.

The ultimate controlling party is Livingbridge EP LLP.