

Registration number: 03557954

**Unisys Finance Limited**  
**Annual Report and Financial Statements**  
For the year ended 31 December 2019



**Directors** F Mallia  
G Purvey  
C Becker-Smith

**Registered number** 03557954

**Registered office** Enigma  
Wavendon Business Park  
Wavendon  
Milton Keynes  
MK17 8LX

**Independent auditor** KPMG LLP  
2 Forbury Place  
33 Forbury Place  
Reading  
RG1 3AD

## Unisys Finance Limited

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## **Strategic Report**

### **for the Year Ended 31 December 2019**

The directors present their strategic report for the year ended 31 December 2019.

#### **Results and dividends**

The profit for the year after taxation amounted to \$1,553,000 (2018: \$2,274,000). The retained profit brought forward was \$3,882,000 and no dividend was paid in this year (2018: \$28,500,000) leaving a retained profit carried forward of \$5,435,000.

#### **Principal activity, review of business and future developments**

The principal activity of the company is the provision of financing for the Unisys Corporation group of companies. Surplus cash balances are borrowed from group companies and either loaned within the group or invested.

The directors monitor the company's progress against its business objectives on a regular basis. As part of this process the most significant key performance indicators used by the company are the amounts of loans receivable and payable, interest income and expense and foreign currency exposures.

The repayment of foreign currency borrowings are covered by short term forward exchange contracts.

The company continued to meet the operational cash needs of its clients during the year and is expected to do so in the future.

#### **Principal risks and uncertainties**

The main risks arising from the company's financial instruments are cash flow risk, interest rate risk, liquidity risk, foreign currency risk, counterparty risk and credit risk. The Board reviews and agrees policies for managing these risks.

The directors do not consider the company to have any significant exposure to interest rate risk as all debts are in the form of fixed rate loans provided by other Unisys Corporation group companies. The company either deposits surplus funds with reputable UK banks or makes fixed rate short term loans to other Unisys Corporation group companies. The company does not trade in interest rate derivatives.

The currency risk arising on all foreign currency loans and foreign currency borrowings is managed using short term forward exchange contracts. The company's policy is to roll over foreign exchange contracts so that over the life of the loan the foreign exchange forward contracts match the maturity date of the loan.

The company manages its liquidity risk by matching the maturity date of the loans to and from other Unisys group companies.

We have considered the nature and extent of principal risks and uncertainties arising from Brexit and will continue to monitor developments. Overall, at this time, we do not consider there to be any significant risk to the company which may threaten the long-term viability of our business.

The company trades only with other Unisys group companies and as such directors consider the company has minimal exposure to credit risks which is restricted to the ability of other group companies to settle the debt. The company is exposed to counterparty risk as cash balances are invested in fixed interest overnight deposits with a reputable UK bank and also as foreign exchange contracts are made with reputable financial institutions.

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

## Strategic Report

for the Year Ended 31 December 2019 (continued)

### Principal risks and uncertainties (continued)

The company is a subsidiary of the Group headed by Unisys Corporation (the Group) and provides treasury services for other group companies and is therefore integral to the Group's business model. Consequently, the ability of the Company to continue as a going concern is based on the ability of the Group to continue as a going concern.

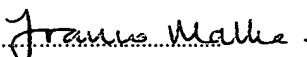
The Group has prepared financial forecasts comprising operating profit, balance sheet and cash flows covering the period to 31 March 2022. In preparing these forecasts, the Group has considered the principal areas of uncertainty within the forecasts and the underlying assumptions, in particular those relating to market and customer risks, cost management, working capital management. Specifically, the forecasts also consider the impact of COVID-19 including the potential uncertainty of demand for the services provided by the Group; disruption in deliveries and supply chains; and delays in receiving cash from customers. The Group continues to take actions as necessary to reduce the impact and has instituted measures to reduce costs and preserve cash.

The Group forecasts have been stress-tested to consider the sensitivity to severe but plausible downside scenarios, including possibility of reduced client budgets, particularly in the public sector, the possibility of significant drop off in demand for on client site services, and the possibility of reduced ability to transact new scope or new logo sales due to competing demands on client decision makers. In assessing this sensitivity on revenues, the Group has had regard to its order book and the amount of revenues in the forecast which are already subject to contract, but the forecasts are nonetheless contingent on the Group attracting new customers and retaining existing ones. The downside scenarios also include potential costs mitigations which are in the Group's control.

The Group finances its working capital through a combination of shareholder and external loan facilities. At 31 December 2020 the Group's outstanding loans totalled \$629.8m, of this amount \$102.8m is repayable over the next 12 months with the remaining \$527m repayable by November 2027. The Group has significant liquidity available to cope with additional cash requirements related to potential impacts of COVID-19. The Group's forecasts indicate that in the severe but plausible downside scenario it will have sufficient funds to operate and meet its liabilities as they fall due for payment for the forecast period.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

This report was approved by the Board on 4/3/2021 and signed on its behalf by:

  
F Mallia  
Director

Date: 4/3/2021

## Directors' Report

for the Year Ended 31 December 2019

The directors present their report and the audited financial statements for the year ended 31 December 2019.

### Directors and their interests

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

F Mallia

M Piercy (resigned 28 June 2019)

G Purvey

C Becker-Smith (appointed 27 June 2019)

The directors at 31 December 2019 had no interest, nor options, in the ordinary share capital of the company at the beginning or end of the year.

Unisys Corporation, the company's ultimate parent company, has granted an indemnity to one or more of the company's directors against liability in respect of proceedings brought by third parties, subject to the conditions set in the Companies Act 2006 Section 232. Such qualifying third party indemnity provision remains in force as at the date of approving the director's report.

### Disclosure of information to the auditors

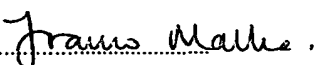
Each of persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### Auditor

KPMG LLP have acted as auditor during the year but will resign upon completion of the 2019 financial statements. PricewaterhouseCoopers LLP have been appointed as auditor for 2020.

This report was approved by the Board on 4/13/2021 and signed on its behalf by:



F Mallia  
Director

4/13/2021

Registered No. 03557954

Registered office: Enigma, Wavendon Business Park, Wavendon, Milton Keynes, MK17 8LX.

## **Statement of Directors' responsibilities in respect of the Strategic Report, the Directors' Report and the financial statements**

**for the Year Ended 31 December 2019**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 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, and have general responsibility 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.

## **Independent Auditor's Report** to the Members of Unisys Finance Limited

### **Opinion**

We have audited the financial statements of Unisys Finance Limited ("the company") for the year ended 31 December 2019 which comprise the Profit and Loss Account, Statement of Other Comprehensive Income, Balance Sheet, and Statement of Changes in Equity and related notes, including the accounting policies in note 2.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.



## **Independent Auditor's Report** to the Members of Unisys Finance Limited (continued)

### **Strategic report and directors' report**

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

### **Directors' responsibilities**

As explained more fully in their statement 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; 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; 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities**

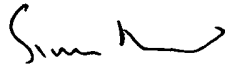
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

**Independent Auditor's Report**  
to the Members of Unisys Finance Limited (continued)

**The purpose of our audit work and to whom we owe our responsibilities**

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.



Simon Baxter (Senior Statutory Auditor)  
For and on behalf of KPMG LLP, Statutory Auditor  
*Chartered Accountants*  
2 Forbury Place  
33 Forbury Place  
Reading  
RG1 3AD

Date: 9 March 2021

## Profit and Loss Account

for the year ended 31 December 2019

	<i>Note</i>	2019 \$ 000	2018 \$ 000
Administrative expenses		(20)	(19)
Foreign exchange loss		<u>(614)</u>	<u>(181)</u>
<b>Operating loss</b>	4	(634)	(200)
Interest income	5	3,707	5,498
Interest expense	6	<u>(1,771)</u>	<u>(2,491)</u>
<b>Profit before tax</b>		1,302	2,807
Taxation	7	<u>251</u>	<u>(533)</u>
<b>Profit for the year</b>		<u><u>1,553</u></u>	<u><u>2,274</u></u>

All results relate to continuing operations.

## Statement of Other Comprehensive Income

for the year ended 31 December 2019

There is no other comprehensive income in the current year other than the profit attributable to shareholders of the company of \$1,553,000 (2018: profit of \$2,274,000).

**Balance Sheet**  
as at 31 December 2019

	<i>Note</i>	<i>2019</i> \$ 000	<i>2018</i> \$ 000
<b>Current assets</b>			
Debtors	8	22,500	136,613
Cash at bank and in hand		<u>804</u>	<u>145</u>
		23,304	136,758
<b>Creditors: Amounts falling due within one year</b>	9	<u>(2,869)</u>	<u>(117,876)</u>
<b>Net current assets</b>		<u>20,435</u>	<u>18,882</u>
<b>Capital and reserves</b>			
Called up share capital	11	9,000	9,000
Share premium account	12	6,000	6,000
Profit and loss account		<u>5,435</u>	<u>3,882</u>
<b>Total equity</b>		<u>20,435</u>	<u>18,882</u>

The financial statements were approved and authorised for issue by the Board on 4/3/2021 and signed on its behalf by:

Francis Mallia

F Mallia  
Director

Date:

4/3/2021

Registered No. 03557954

The notes on pages 11 to 17 form an integral part of these financial statements.

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## Statement of Changes in Equity

for the Year Ended 31 December 2019

	<i>Called up Share capital \$000</i>	<i>Share premium account \$000</i>	<i>Profit and loss account \$000</i>	<i>Total equity \$000</i>
<b>At 1 January 2018</b>	9,000	6,000	30,108	45,108
Profit for the year	-	-	2,274	2,274
Total comprehensive income	-	-	2,274	2,274
Dividends paid	-	-	(28,500)	(28,500)
<b>At 31 December 2018</b>	9,000	6,000	3,882	18,882
Profit for the year	-	-	1,553	1,553
Total comprehensive income	-	-	1,553	1,553
<b>At 31 December 2019</b>	<u>9,000</u>	<u>6,000</u>	<u>5,435</u>	<u>20,435</u>

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 1 Basis of preparation

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The company is a subsidiary of the Group headed by Unisys Corporation (the Group) and provides treasury services for other group companies and is therefore integral to the Group's business model. Consequently, the ability of the Company to continue as a going concern is based on the ability of the Group to continue as a going concern.

The Group has prepared financial forecasts comprising operating profit, balance sheet and cash flows covering the period to 31 March 2022. In preparing these forecasts, the Group has considered the principal areas of uncertainty within the forecasts and the underlying assumptions, in particular those relating to market and customer risks, cost management, working capital management. Specifically, the forecasts also consider the impact of COVID-19 including the potential uncertainty of demand for the services provided by the Group; disruption in deliveries and supply chains; and delays in receiving cash from customers. The Group continues to take actions as necessary to reduce the impact and has instituted measures to reduce costs and preserve cash.

The Group forecasts have been stress-tested to consider the sensitivity to severe but plausible downside scenarios, including possibility of reduced client budgets, particularly in the public sector, the possibility of significant drop off in demand for on client site services, and the possibility of reduced ability to transact new scope or new logo sales due to competing demands on client decision makers. In assessing this sensitivity on revenues, the Group has had regard to its order book and the amount of revenues in the forecast which are already subject to contract, but the forecasts are nonetheless contingent on the Group attracting new customers and retaining existing ones. The downside scenarios also include potential costs mitigations which are in the Group's control.

The Group finances its working capital through a combination of shareholder and external loan facilities. At 31 December 2020 the Group's outstanding loans totalled \$629.8m, of this amount \$102.8m is repayable over the next 12 months with the remaining \$527m repayable by November 2027. The Group has significant liquidity available to cope with additional cash requirements related to potential impacts of COVID-19. The Group's forecasts indicate that in the severe but plausible downside scenario it will have sufficient funds to operate and meet its liabilities as they fall due for payment for the forecast period.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

## Notes to the Financial Statements

for the Year Ended 31 December 2019 (continued)

### 2 Accounting policies

Unisys Finance Ltd. (the "company") is a company limited by shares and incorporated and domiciled in the United Kingdom with its registered office at Enigma, Wavendon Business Park, Wavendon, Milton Keynes, MK17 8LX.

These financial statements were prepared in accordance with Financial Reporting Standard 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"). The presentational and functional currency of these financial statements is US dollar. All amounts in the financial statements have been rounded to the nearest \$1,000.

The company's ultimate parent undertaking, Unisys Corporation includes the company in its consolidated financial statements. The consolidated financial statements of Unisys Corporation which is incorporated in the state of Delaware, and residing at 801 Lakeside Drive, STE 100, Bluebell Pennsylvania, 19422 USA are available to the public and may be obtained from the Company Secretary, Unisys Limited, Enigma, Wavendon Business Park, Wavendon, Milton Keynes, MK17 8LX. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of period;
- Cash Flow Statement and related notes;
- Key Management Personnel compensation; and
- Related party transactions with wholly owned group companies

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

#### **Accounting convention**

The accounts have been prepared under historical cost convention and in accordance with applicable accounting standards as defined in section 464 of the Companies Act 2006 with the exception of certain financial instruments which have been shown at fair value.

#### **Translation of foreign currencies**

Transactions in foreign currencies are translated into US Dollars at rates which approximate to those ruling on the dates of the transactions. Monetary assets and liabilities are translated into US Dollars at exchange rates approximating to those ruling on the market at the end of the financial period unless covered by a matching forward exchange contract in which case the exchange rate specified in the forward contract is used.

#### **Basic financial instruments**

##### *Interest-bearing borrowings classified as basic financial instruments*

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash balances.

## Notes to the Financial Statements

for the Year Ended 31 December 2019 (continued)

### 2 Accounting policies (continued)

#### *Other financial instruments*

Other financial instruments not meeting the definition of Basic financial instruments are recognised initially at fair value. Subsequent to initial recognition other financial instruments are measured at fair value with changes recognised in profit and loss. The company uses foreign exchange forward contracts to eliminate its exposure to market risks from changes in foreign exchange rates. These forward exchange contracts have maturities of less than 3 months and are entered into for the sole purpose of hedging certain transactional exposures.

#### *Tax*

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.

#### *Dividends*

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### 3 Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The directors believe there are no areas of judgements or estimates which have had a significant effect on amounts recognised in the financial statements.

### 4 Operating loss

a) Directors' remuneration including fees were borne by a fellow group subsidiary of the ultimate parent undertaking in the current year.

The directors' services to the company do not occupy a significant amount of their time and as such the directors do not consider that they have received any remuneration for their incidental services to the company during the years ended 31 December 2019 and 31 December 2018.

The directors received no share based payments in respect of their services as directors of the company. No director exercised share options during the year.

b) The company had no employees during either year presented.

c) Auditor's remuneration of £3,000 (2018: £3,000) is included within the financial statements of a fellow group company, Unisys Limited, as it was paid on the company's behalf. No fees were paid to auditors for non audit services.



**Notes to the Financial Statements**  
for the Year Ended 31 December 2019 (continued)

**5 Interest income**

	<i>2019</i>	<i>2018</i>
	<i>\$000</i>	<i>\$000</i>
From group undertakings	3,704	5,493
Bank and other interest	<u>3</u>	<u>5</u>
	<u>3,707</u>	<u>5,498</u>

**6 Interest expense**

	<i>2019</i>	<i>2018</i>
	<i>\$000</i>	<i>\$000</i>
To group undertakings	<u>1,771</u>	<u>2,491</u>

**7 Taxation**

Tax charged in the income statement

	<i>2019</i>	<i>2018</i>
	<i>\$000</i>	<i>\$000</i>
<b><i>Current taxation</i></b>		
UK corporation tax charge for the year	247	533
UK corporation tax adjustment to prior periods	<u>(498)</u>	<u>-</u>
	<u>(251)</u>	<u>533</u>

**Notes to the Financial Statements**  
for the Year Ended 31 December 2019 (continued)

**7 Taxation (continued)**

**Factors affecting tax charge for the year**

The tax on profit for the year is lower than the standard rate (2018: Equal to the standard rate of corporation tax in the UK) of corporation tax in the UK of 19% (2018: 19%).

The differences are reconciled below:

	<i>2019</i> <i>\$000</i>	<i>2018</i> <i>\$000</i>
Profit before tax	<u>1,302</u>	<u>2,807</u>
Corporation tax at standard UK tax rate of 19% (2018: 19%)	247	533
Adjustments in respect of prior period	<u>(498)</u>	-
Tax (credit)/charge for the period	<u>(251)</u>	<u>533</u>

There were no provided or unprovided deferred tax balances at 31 December 2019 (2018: \$nil).

**8 Debtors**

	<i>2019</i> <i>\$ 000</i>	<i>2018</i> <i>\$ 000</i>
Amounts owed by group undertakings	22,500	135,705
Other debtors	-	106
Other financial assets held for trading derivatives	<u>-</u>	<u>802</u>
	<u>22,500</u>	<u>136,613</u>

Amounts owed by group undertakings are interest bearing and repayable on demand.

**9 Creditors: Amounts falling due within one year**

	<i>2019</i> <i>\$ 000</i>	<i>2018</i> <i>\$ 000</i>
Amounts owed to group undertakings	2,869	117,677
Other taxes and social security	-	112
Other financial liabilities held for trading derivatives	<u>-</u>	<u>87</u>
	<u>2,869</u>	<u>117,876</u>

## Notes to the Financial Statements

for the Year Ended 31 December 2019 (continued)

### 9 Creditors: Amounts falling due within one year (continued)

Amounts owed to group undertakings are unsecured, interest bearing and repayable on demand.

### 10 Financial instruments

*Carrying amount of financial instruments:*

	2019 \$ 000	2018 \$ 000
<b>Financial assets</b>		
Financial assets measured at fair value through profit or loss	-	802
Financial assets measured at amortised cost	22,500	135,811
	<u>22,500</u>	<u>136,613</u>
<b>Financial liabilities</b>		
Financial liabilities measured at fair value through profit or loss	-	(87)
Financial liabilities measured at amortised cost	(2,869)	(117,677)
	<u>(2,869)</u>	<u>(117,764)</u>

*Financial instruments measured at fair value*

*Derivative financial instruments*

At 31 December 2019, the company had net foreign current liabilities of \$nil (2018: \$89,037,000), which was fully managed by matching foreign currency exchange forward contracts with maturity period of less than 3 months. These forward contracts are denominated in various currencies and all expire within 3 months of the balance sheet date.

The fair value of forward exchange contracts is based on their listed market price.

### 11 Share capital

*Allotted, called up and fully paid shares*

	2019		2018	
	No. 000	\$000	No. 000	\$000
Ordinary shares of \$1 each	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>

## **Notes to the Financial Statements**

for the Year Ended 31 December 2019 (continued)

### **12 Reserves**

Share premium represents the amount received over nominal value on a share issue.

Profit and loss account comprises all distributable profit and loss to date less dividends.

### **13 Ultimate parent undertaking and ultimate controlling party**

The parent undertaking for the smallest and largest group of undertakings for which group financial statements are drawn up and of which the company is a member, is Unisys Corporation which is incorporated in the State of Delaware, and residing at 801 Lakeside Drive, STE 100, Bluebell, Pennsylvania, 19422 USA. Unisys Corporation is a public company listed on the New York Stock Exchange. Copies of the group financial statements of Unisys Corporation are available from Unisys Limited, Enigma, Wavendon Business Park, Wavendon, Milton Keynes, MK17 8LX.

The directors consider Unisys Corporation to be the company's controlling party and the ultimate parent.

The company's immediate parent is Unisys Global Holding BV, incorporated in Storkstraat 7-9, 3833 LB Leusden, Netherlands.

There were no related party transactions other than with fully owned fellow subsidiaries.