



Arqiva Financing No 2 Limited

Registered number 06137899

Annual Report and Financial Statements

For the year ended 30 June 2022

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Strategic report

The Directors, in preparing this Strategic report, have complied with section 414C of the Companies Act 2006.

Business model, environment and strategy

The principal activities of Arqiva Financing No 2 Limited ('the Company') throughout the year have been that of an intermediate holding company within the Arqiva Group Limited ('AGL') group ('the Group'). The Company holds an investment in an operational sub group of companies which it funds via intercompany debt.

Financial position, performance and key performance indicators ('KPIs')

The Company has made a loss for the financial year of £12,091,000 (2021: £361,000). The Company has net assets of £3,321,333,000 (2021: £3,333,424,000).

Key performance indicators ('KPIs')

Given the straightforward nature of the Company's activities, the Directors are of the opinion that analysis using KPIs is not necessary for the understanding of the development, performance or position of the business.

The KPIs of the Group are managed as a whole and are discussed within the annual report and consolidated financial statements of AGL, a copy of which is available from the address in note 19 of these financial statements or the Group's website at www.arqiva.com.

Risk management

Principal risks and uncertainties facing the business

From the perspective of the Company, the principal risks and uncertainties arising from its activities as an intermediate holding company are integrated with the principal risks of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are discussed within the annual report and consolidated financial statements of AGL, a copy of which is available from the address in note 19 of these financial statements or the Group's website at www.arqiva.com.

Future developments and outlook

It is the intention of the Company to continue to hold investments in a group of operating companies.

This report was approved by the Board of directors on 17 October 2022 and signed on its behalf by:



Mike Parton
Director

Arqiva Financing No 2 Limited (06137899)

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Directors' report and statement of Directors' responsibilities

The Directors of Arqiva Financing No 2 Limited, registered company number 06137899, ('the Company') submit the following annual report and financial statements ('the financial statements') in respect of the year ended 30 June 2022. The Company's registered office is Crawley Court, Winchester, Hampshire, SO21 2QA.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

Business review and strategy

The Company acts as an intermediate holding company within the Arqiva Group Limited ('AGL') group of companies ('the Group'). It holds an investment in a group of operating companies which it funded during the year from intercompany debt.

The Company has made a loss for the financial year of £12,091,000 (2021: £361,000). The Company has net assets of £3,321,333,000 (2021: £3,333,424,000).

Within the Company's borrowings is an amount of £625,000,000 (2021: £625,000,000) due to Arqiva Broadcast Finance ('ABF') Plc, representing an intercompany loan in connection the AGL Group's Junior Bonds. The Junior Bonds have a fixed interest rate of 6.75% and are repayable in September 2023. These notes are listed on the Luxembourg Market and have interest cover and debt leverage covenants attached. Following the year end, the Company has drawn a £450.0m term facility. The proceeds from the new facility along with cash held by the Company have been used to fully redeem the £625.0m Junior debt held by ABF as at 30 September 2022. £19.0m of directly attributable issue costs were incurred by the Company as this date.

Financial risk management

The Company's operations expose it to a variety of financial risks that include the effects of credit risk, liquidity risk and interest rate risk. The Company's overall risk management programme seeks to minimise potential adverse effects as noted below.

Liquidity risk

The Company is funded through reserves and intercompany debt. External debt has been established by the Company post year end. there is no external financing within this Company. The Company's capital requirements are managed by the Group's treasury team. The Group carefully manages the credit risk on liquid funds and derivative financial instruments with balances currently spread across a range of major financial institutions which have satisfactory credit ratings assigned by international credit rating agencies. The levels of credit risk are monitored through the Group's on-going risk management processes, which include a regular review of the credit ratings. Risk in this area is limited further by setting a maximum level and term for deposits with any single counterparty.

Interest rate risk

Intercompany loan balances are at a fixed interest rate.

Credit risk

The Company is exposed to credit risk to the extent of intercompany balances within the Group. It does not have an external customer base.

Principal risks and uncertainties

Details of the principal risks and uncertainties are included in the Strategic report on page 2.

Dividends and transfers to reserves

The Company has not declared any dividends for the year (2021: £nil). The loss for the year of £12,091,000 (2021: £361,000) was transferred to reserves.

Events after the reporting period

Following the year end, the Company signed a commitment for a £450.0m term facility and a £50.0m Working Capital Facility both with an expected maturity date of 2028. On 30 September 2022, the full £450.0m was drawn down by the Company with the proceeds from the new facility along with cash held by the Company have been used to fully redeem the £625.0m Junior debt held by ABF as at 30 September 2022. £19.0m of directly attributable issue costs were incurred by the Company as this date.

Arqiva Financing No 2 Limited (06137899)

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Going concern

In determining the appropriate basis of preparation of the financial statements, the Directors are required to consider whether the Company can continue in operational existence for the foreseeable future. As the principal activity of the Company is to conduct financing activities for the benefit of fellow group undertakings, its ability to continue as a going concern is dependent on the operational performance of the Group.

The Company adopts the going concern basis in preparing its financial statements, based on the support from its ultimate parent undertaking, the future cash flow forecasts of the Group and Company and available facilities, which lead the Directors of the Company to be confident that the Company will have adequate resources to continue in operational existence and continue to meet debt and interest payments as they fall due. This is further supported by the new debt facilities established by the Group post year end, see note 18 for further information. For this reason, the Directors are confident that the Group has adequate resources to continue in operational existence for the foreseeable future.

Future developments

It is the intention of the Company to continue to act as an intermediate holding company.

Directors

The following held office as directors of the Company during the period and up to the date of this report:

- Christian Seymour
- Mark Braithwaite (Resigned 13 May 2022)
- Nathan Luckey (Appointed 1 July 2021, Resigned 30 June 2022)
- Mike Parton
- Sally Davis
- Neil King
- Frank Dangeard (Resigned 1 July 2021)
- Mike Darcey
- Batiste Ogier
- Susana Leith-Smith (Appointed 13 May 2022)
- Paul Donovan (Appointed 1 July 2022)

Company Secretary

Katrina Dick was appointed as the Company Secretary on 6 April 2022 (previously Jeremy Mavor from 1 July 2021 to 6 April 2022).

Directors' indemnities

The Company has provided an indemnity for its Directors and the Company Secretary, which is a qualifying third party indemnity provision for the purposes of the Companies Act 2006. The indemnity was in force during the full financial year and up to the date of approval of the financial statements.

Arqiva Financing No 2 Limited (06137899)

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Statement of Directors' responsibilities

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

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

Under Company law 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.

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.

On behalf of the Board



Mike Parton
Director

Crawley Court
Winchester
Hampshire
SO21 2QA
17 October 2022

Arqiva Financing No 2 Limited (06137899)

Annual Report and Financial Statements – Year ended 30 June 2022

Income statement

	Note	Year ended 30 June 2022			Year ended 30 June 2021		
		Pre- exceptional items	Exceptional items	Total	Pre- exceptional items	Exceptional items	Total
		£'000	£'000	£'000	£'000	£'000	£'000
Operating expenses	5	(86)	-	(86)	(82)	(5)	(87)
Operating loss		(86)	-	(86)	(82)	(5)	(87)
Finance income	8	181,294	-	181,294	180,172	-	180,173
Finance costs	9	(196,130)	-	(196,130)	(180,532)	-	(180,532)
Loss before taxation		(14,927)	-	(14,927)	(442)	(5)	(446)
Tax	10	-	-	2,836			85
Loss for the financial year				(12,091)			(361)

All results are from continuing operations.

The Company has no other Comprehensive income other than the loss for the year stated above and therefore no separate statement of comprehensive income has been presented.

The notes on pages 9 to 18 form part of these financial statements.

Arqiva Financing No 2 Limited (06137899)

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Statement of Financial Position

	Note	30 June 2022 £'000	30 June 2021 £'000
Non-current assets			
Investments	11	3,493,261	3,493,261
Receivables	12	1,873,372	1,964,839
		5,366,633	5,458,100
Current assets			
Receivables	12	22,107	19,243
Cash and cash equivalents	13	230,521	355
		252,628	19,598
Total assets		5,619,261	5,477,698
Current liabilities			
Payables	14	(1,627,774)	(1,477,713)
		(1,627,774)	(1,477,713)
Net current assets		(1,377,982)	(1,458,115)
Non-current liabilities			
Borrowings	15	(670,154)	(665,560)
		(670,154)	(665,560)
Total liabilities		(2,297,928)	(2,144,273)
Net assets		3,321,333	3,333,425
Equity			
Share capital	16	50	50
Capital reserves		3,301,637	3,301,637
Retained earnings		19,647	31,738
Total equity		3,321,333	3,333,425

The notes on pages 9 to 18 form part of these financial statements.

For the year ending 30 June 2022 the company was entitled to exemption from audit under section 479A of the Companies Act 2006.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These financial statements and related notes on pages 6 to 17 were approved by the Board of Directors on 17 October 2022 and were signed on its behalf by:



Mike Parton
Director

Arqiva Financing No 2 Limited (06137899)

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Statement of changes in equity

	Share capital	Retained earnings	Capital reserve	Total equity
	£'000	£'000	£'000	£'000
Balance at 1 July 2020	50	32,099	3,301,637	3,333,786
Loss for the year	-	(361)	-	(446)
Balance at 30 June 2021	50	31,738	3,301,637	3,333,424
Loss for the year	-	(12,091)	-	(12,091)
Balance at 30 June 2022	50	19,647	3,301,637	3,321,333

Notes to the financial statements

1 General Information

Arqiva Financing No 2 Limited ('the Company') is a private company incorporated in England, United Kingdom ('UK') under the Companies Act under registration number 06137899. The address of the registered office is Crawley Court, Winchester, Hampshire, SO21 2QA.

The nature of the Company's operations and its principal activities are set out in the Strategic Report on page 2.

2 Basis of preparation and statement of compliance

The financial statements of the Company have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' ('FRS 101'). The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006. The AGL Group's consolidated financial statements are available online at www.arqiva.com.

The requirements have been applied in accordance with the requirements of the Companies Act 2006.

The financial statements are prepared on a going concern basis and under the historical cost convention.

The following disclosure exemptions, as permitted by paragraph 8 of FRS 101, have been taken in these Company financial statements and notes:

IFRS 7 Financial Instruments: Disclosures	All disclosure requirements.
IAS 7 Statement of Cash Flows	All disclosure requirements.
IAS 24 Related Party Disclosures	The requirements of paragraph 17; the requirement to disclose related party transactions entered into between two or more members of a Group, provided that any subsidiary party to the transaction is wholly owned by such a member and key management personnel.
IAS 1 Presentation of financial statements	The requirements of paragraph 38; comparative information in respect of paragraph 79(a)(iv) of IAS 1;
IAS 1 Presentation of financial statements	The requirements of paragraphs 10(d), 10(f), 16, 38A, 38B to D, 40A to D, 111 and 134 to 136.
IAS 8 Accounting policies, changes in accounting estimates and errors	The requirements of paragraphs 30 and 31.

Impact Assessment of new Standards

There were no new accounting standards adopted in the year which materially impact the Company's accounts.

Arqiva Financing No 2 Limited (06137899)

Annual Report and Financial Statements – Year ended 30 June 2022

3 Principal accounting policies

The following accounting policies have been applied consistently in relation to the Company's financial statements:

(a) Exemption from consolidation

The Company is a wholly owned subsidiary of Arqiva Broadcast Parent Limited ('ABPL') and of its ultimate parent, AGL. It is included in the consolidated financial statements of AGL which are publicly available. Therefore the Company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements.

These financial statements are separate financial statements.

(b) Going concern

In determining the appropriate basis of preparation of the financial statements, the Directors are required to consider whether the Company can continue in operational existence for the foreseeable future. As the principal activity of the Company is to conduct financing activities for the benefit of fellow group undertakings, its ability to continue as a going concern is dependent on the operational performance of the Group.

The Company adopts the going concern basis in preparing its financial statements, based on the support from its ultimate parent undertaking, the future cash flow forecasts of the Group and Company and available facilities, which lead the Directors of the Company to be confident that the Company will have adequate resources to continue in operational existence and continue to meet debt and interest payments as they fall due. This is further supported by the new debt facilities established by the Group post year end, see note 18 for further information. For this reason, the Directors are confident that the Group has adequate resources to continue in operational existence for the foreseeable future.

(c) Taxation and deferred taxation

The charge for taxation is based on the result for the year and takes into account taxation deferred due to timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is provided fully in respect of all timing differences using the liability method for timing differences where there is an obligation to pay more tax, or a right to pay less tax, in the future. The provision is calculated using the rates expected to be applicable when the asset or liability crystallises, based on current tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

A deferred tax asset is regarded as recoverable and therefore recognised only when it is more likely than not that there will be sufficient taxable profits against which to recover carried forward tax losses and from which the future reversal of timing differences can be deducted. Deferred tax is not recognised on revalued fixed assets until a binding agreement is in place to sell such assets and the resulting gain or loss has been recognised in the financial statements. Deferred tax is measured on an undiscounted basis.

(d) Investments in subsidiaries and joint ventures

Investments in subsidiaries and joint ventures are shown at cost less provision for impairment.

(e) Borrowings

Obligations for borrowings are recognised when the Company becomes party to the related contracts and are measured initially at the fair value of consideration received less directly attributable transaction costs. After initial recognition, interest bearing borrowings are subsequently measured at amortised cost using the effective interest rate method.

(f) Interest

Interest income and expense are brought to account on an accruals basis and comprise amounts receivable and payable on intercompany balances.

(g) Exceptional items

Results are stated before exceptional items. Exceptional items are those that are considered to be one-off, non-recurring in nature or so material that the Directors believe that they require separate disclosure to avoid the distortion of underlying performance. Underlying performance is the reported performance excluding significant one-off and non-recurring events that more fairly represents the on-going trading performance of the business. These items are presented separately on the face of the income statement.

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4 Critical accounting estimates and judgements

In the application of the Company's accounting policies, which are described in note 3, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

There are no significant judgements or critical accounting estimates impacting these financial statements.

5 Operating expenses

The Company's audit fee for the year was £nil (2021: £nil) due to the exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The Company has received a management recharge in respect of senior executive management costs within the group, from a fellow Group company. The management recharge is included within operating expenses within the income statement.

6 Exceptional items

The Group recognises exceptional items which are considered to be one-off and non-recurring in nature or material items which require disclosure by virtue of their size or incidence for the financial statements to give a true and fair view. Further information is disclosed in note 3.

Loss on ordinary activities before taxation is stated after charging:

	Year ended 30 June 2022	Year ended 30 June 2021
	£'000	£'000
Operating expenses:		
Corporate finance activities	-	(5)
Total exceptional items	-	(5)

Exceptional operating expenses incurred in the prior year relate to one-off corporate finance projects.

7 Employees and Directors

Employees

The Company has no employees during the year (2021: none).

Directors

There are no recharges (2021: £nil) made to the Company in respect of any remuneration for any Directors, as their duties in respect of the Company are incidental to their normal duties on behalf of their employer companies.

The Directors are either representatives of the ultimate UK parent undertaking's shareholders or other Group companies and their individual remuneration reflects the services they provide to the Company and other Group companies. It is not possible to make an accurate apportionment of each Director's emoluments in respect of their services to the Company. Accordingly, no emoluments in respect of these Directors services have been disclosed.

Arqiva Financing No 2 Limited (06137899)

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8 Finance income

	Year ended 30 June 2022 £'000	Year ended 30 June 2021 £'000
Interest receivable from other group entities	181,294	180,173
Total finance income	181,294	180,173

9 Finance costs

	Year ended 30 June 2022 £'000	Year ended 30 June 2021 £'000
Amortisation of debt issue costs	3,594	1,545
Other loan interest	280	280
Interest payable to other group entities	192,256	178,707
Total finance costs	196,130	180,532

Arqiva Financing No 2 Limited (06137899)

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10 Tax

	Year ended 30 June 2022	Year ended 30 June 2021
	£'000	£'000
UK Corporation tax		
- Current year	(2,836)	(85)
Total current tax	(2,836)	(85)
Total tax credit for the year	(2,836)	(185)

UK Corporation tax is calculated at the rate of 19% (2021: 19.0%) of the estimated taxable loss for the year.

The credit for the year can be reconciled to the loss in the income statement as follows:

	Year ended 30 June 2022	Year ended 30 June 2021
	£'000	£'000
Loss before tax	(14,927)	(446)
Tax at the UK Corporation tax rate of 19.0% (2021: 19.0%)	(2,836)	(85)
Total tax credit for the year	(2,836)	(184)

The current year UK corporation tax credit (2021: credit) represents the payment received from other Group companies for the provision of tax losses by way of group relief.

The main rate of UK corporation tax was 19.0% during the year. In the Finance Act 2021 it was enacted that the main rate of UK corporation tax would be increased to 25.0% from 1 April 2023; however, on 23 September 2022, it was announced that the corporation tax rate change from 19% to 25% with effect from 1 April 2023 was to be cancelled. UK deferred tax has been valued at either 19% or 25.0% (30 June 2021: 19.0% or 25%) depending on the period it is forecast to unwind as this is the rate substantively enacted for these periods.

There is an unrecognised deferred tax asset of £395,000 (2021: £395,000) in respect of tax losses.

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11 Investments

Investments in
subsidiaries
£'000

Cost

At 1 July 2020, 30 June 2021 and 30 June 2022

3,493,261

Net book value

At 30 June 2021 and 30 June 2022

3,493,261

The Directors consider the carrying value of the Company's investments in its subsidiaries on an annual basis, or more frequently should indicators arise, and believe that the carrying values of the investments are supported by the underlying trade and net assets.

The Company's investments (held indirectly unless stated), are shown below:

Company	Country of incorporation	Principal activities	Year end	Percentage of ordinary shares held
Arqiva Broadcast Intermediate Limited	United Kingdom	Holding company	30-Jun	100% (held directly)
Arqiva Financing No. 1 Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva Financing Plc	United Kingdom	Financing vehicle	30-Jun	100%
Arqiva Group Intermediate Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva Group Parent Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva Senior Finance Limited	United Kingdom	Financing vehicle	30-Jun	100%
ABHL Digital Limited	United Kingdom	Holding company	30-Jun	100%
ABHL Digital Radio Limited	United Kingdom	Holding company	30-Jun	100%
ABHL Multiplex Limited	United Kingdom	Dormant company	30-Jun	100%
Arqiva Muxco Limited	United Kingdom	Transmission services	30-Jun	100%
Arqiva (Scotland) Limited	United Kingdom	Transmission services	30-Jun	100%
Arqiva Communications Limited	United Kingdom	Dormant company	30-Jun	100%
Arqiva Defined Benefit Pension Plan Trustees Limited	United Kingdom	Pension company	30-Jun	100%
Arqiva Group Holdings Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva Holdings Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva Inc.	USA	Satellite transmission services	30-Jun	100%
Arqiva Limited	United Kingdom	Transmission services	30-Jun	100%
Arqiva Limited	Ireland	Transmission services	30-Jun	100%
Arqiva Media Limited	United Kingdom	Dormant company	30-Jun	100%
Arqiva Mobile TV Limited	United Kingdom	Transmission services	30-Jun	100%
Arqiva No. 10 Limited	United Kingdom	Dormant company	30-Jun	100%
Arqiva No. 11 Limited	United Kingdom	Dormant company	30-Jun	100%
Arqiva Pension Trust Limited	United Kingdom	Pension company	31-Mar	100%
Arqiva PP Financing Plc	United Kingdom	Financing vehicle	30-Jun	100%
Arqiva Pte Limited	Singapore	Satellite transmission services	30-Jun	100%
Arqiva Public Safety Limited	United Kingdom	Dormant company	30-Jun	100%

Arqiva Financing No 2 Limited (06137899)

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Company	Country of incorporation	Principal activities	Year end	Percentage of ordinary shares held
Arqiva SAS	France	Satellite transmission services	30-Jun	100%
Arqiva SRL	Italy	Satellite transmission services	30-Jun	100%
Arqiva Telecoms Investment Limited	United Kingdom	Holding company	30-Jun	100%
Arqiva UK Broadcast Holdings Limited	United Kingdom	Holding company	30-Jun	100%
Capablue Limited	United Kingdom	Dormant company	30-Jun	100%
Cast Communications Limited	United Kingdom	Dormant company	30-Jun	100%
Connect TV (Scotland) Limited	United Kingdom	Dormant company	30-Jun	100%
Connect TV Limited	United Kingdom	Dormant company	30-Jun	100%
Digital One Limited	United Kingdom	Transmission services	30-Jun	100%
Inmedia Communications (Holdings) Limited	United Kingdom	Dormant company	30-Jun	100%
Inmedia Communications Group Limited	United Kingdom	Dormant company	30-Jun	100%
Inmedia Communications Limited	United Kingdom	Dormant company	30-Jun	100%
J F M G Limited	United Kingdom	Spectrum services	30-Jun	100%
Macropolitan Limited	United Kingdom	Dormant company	30-Jun	100%
Now Digital (East Midlands) Limited	United Kingdom	Transmission services	30-Jun	80%
Now Digital (Oxford) Limited	United Kingdom	Dormant company	30-Jun	100%
Now Digital (Southern) Limited	United Kingdom	Transmission services	30-Jun	100%
Now Digital Limited	United Kingdom	Transmission services	30-Jun	100%
NWP Spectrum Holdings Limited	United Kingdom	Holding company	30-Jun	100%
Scanners (Europe) Limited	United Kingdom	Dormant company	30-Jun	100%
Scanners Television Outside Broadcasts Limited	United Kingdom	Dormant company	30-Jun	100%
Selective Media Limited	United Kingdom	Dormant company	30-Jun	100%
South West Digital Radio Limited	United Kingdom	Transmission services	30-Jun	66.67%
Spectrum Interactive (UK) Limited	United Kingdom	Dormant company	30-Jun	100%
Spectrum Interactive GmbH	Germany	Dormant company	30-Jun	100%
Spectrum Interactive Limited	United Kingdom	Holding company	30-Jun	100%

With the following exceptions, the registered office of each of the subsidiary companies listed was Crawley Court, Winchester, Hampshire, SO21 2QA:

Company	Registered office
Arqiva Inc.	c/o The Corporation Trust Company, Corporation Trust Centre, 1209 Orange Street, Wilmington, DE19801, United States of America.
Arqiva Pte Limited	8 Marina Boulevard #05-02, Marina Bay Financial Centre, 018981, Singapore.
Arqiva SAS	Tour Vendome 204, Rond Point du Pont De Sevres, 92100, Boulogne, France.
Arqiva SRL	c/o Studio Bandini & Associati, Via Calabria 32, Rome, Italy.
Arqiva (Scotland) Limited	c/o Morton Fraser, Quartermile 2, 2 Lister Square, Edinburgh, EH3 9GL, Scotland.

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In addition to the subsidiary undertakings the Company indirectly holds the following interests in associates and joint ventures:

Company	Country of incorporation	Principal activities	Registered office	Year end	Percentage of ordinary shares held
Joint ventures					
Sound Digital Limited	United Kingdom	Ownership and operation of UK DAB radio multiplex licence	Media House Peterborough Business Park, Lynch Wood, Peterborough, United Kingdom, PE2 6EA	31-Dec	40.0%
Associate undertakings:					
Muxco Limited	United Kingdom	Bidding for UK DAB digital radio multiplex licences	96a, Curtain Road, London, EC2A 3AA	31-Dec	25.0%
UK Digital Radio Limited	United Kingdom	Support delivery of a digital future for radio	55 Oxford Street, 6 th floor, London, WC1A 1BS	31-Mar	10.0%

12 Receivables

	30 June 2022 £'000	30 June 2021 £'000
Amounts receivable from other group entities	22,103	19,239
Prepayments and other receivables	4	4
Total current receivables	22,107	19,243
Amounts receivable from other group entities	1,873,372	1,964,839
Total non-current receivables	1,873,372	1,964,839

Amounts receivable from other group entities are unsecured. Interest has been charged on £1,387,558,000 at 9.5% (2021: £1,479,498,000) and £507,917,000 (2021: £504,584,000) was interest free.

As part of the Group's refinancing, the majority of the balances with group undertakings have been formalised under a single subordinated loan agreement with a subsidiary company which has a long term maturity date.

13 Cash and cash equivalents

	30 June 2022 £'000	30 June 2021 £'000
Cash and cash equivalents	230,521	355

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14 Payables

	30 June 2022	30 June 2021
	£'000	£'000
Amounts payable to other group entities	1,627,704	1,477,644
Accrued interest	70	70
Total payables	1,627,774	1,477,714

Amounts owed to other group entities are unsecured. Interest has been charged on £1,572,704,000 (2021: £1,477,603,000) at 9.5% and £55,000 (2021: £41,000) was interest free.

As part of the Group's refinancing, balances with group undertakings have been formalised under a single subordinated loan agreement with the direct parent company which has a long term maturity date of 2033. These balances are included within borrowings. Under the terms of the subordinated loan agreement, these loans have maturity dates of 28 February 2033, cannot be recalled earlier than the final maturity date other than with the agreement of the borrower, and interest can be deferred if the borrower does not have sufficient available cash flow.

15 Borrowings

	30 June 2022	30 June 2021
	£'000	£'000
Amounts payable to other group entities	670,154	670,154
Less: issue costs	-	(3,594)
Total borrowings	670,154	666,560

Amounts payable to other group entities are unsecured. Included within this balance is a payable balance of £625,000,000 (2021: £625,000,000). Interest has been charged on the £625,000,000 of the payable balance at 6.75% (2021: 6.75%). The remaining £45,154,000 payable balance was interest free (2021: £45,154,000).

The £625,000,000 included above represents the junior debt raised from the issuance of notes by ABF Plc, a subsidiary within the Group. These notes have a fixed interest rate of 6.75% and are repayable in September 2023 and have been advanced to the Company through an intercompany loan agreement. As detailed in note 18, this facility has since been repaid early post year end, and replaced with a new £450m term facility and a £50m Working Capital Facility both with an expected maturity date of 2028.

The debt issue costs incurred by ABF on the raising of this debt have been charged to the Company, in connection with the on-lending of financing via an intercompany loan arrangement under which the Company is the ultimate beneficiary of the refinancing.

The remaining amounts payable to other group entities relate to balances formalised under a single subordinated loan agreement with the direct parent company which has a long term maturity date of 2033. In addition, further funds have been advanced by parent undertakings on a subordinated basis which facilitated the repayment of previous bank facilities.

16 Share capital

	30 June 2022	30 June 2021
	£	£
Allotted, called up and fully paid:		
50,002 (2021: 50,002) ordinary shares of £1 each	50,002	50,002

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17 Related party transactions

The Company has applied the provisions within FRS 101 to be exempt from the disclosure of transactions entered into, and balances outstanding, with a Group entity which is wholly owned by another Group entity and key management personnel.

18 Events after the reporting period.

Following the year end, the Company signed a commitment for a £450.0m term facility and a £50.0m Working Capital Facility both with an expected maturity date of 2028. On 30 September 2022, the full £450.0m was drawn down by the Company with the proceeds from the new facility along with cash held by the Company have been used to fully redeem the £625.0m Junior debt held by ABF as at 30 September 2022. £19.0m of directly attributable issue costs were incurred by the Company as this date.

19 Controlling parties

The Company's immediate parent undertaking is Arqiva Broadcast Parent Limited ('ABPL'). Copies of the ABPL financial statements can be obtained from the Company Secretary at Crawley Court, Winchester, Hampshire, SO21 2QA.

The ultimate UK parent undertaking is AGL, which is the parent undertaking of the largest group to consolidate these financial statements. The parent of the smallest group to consolidate these financial statements is ABPL.

Copies of the AGL consolidated financial statements can be obtained from the Company Secretary of each Company at Crawley Court, Winchester, Hampshire, SO21 2QA.

AGL is owned by a consortium of shareholders including Canada Pension Plan Investment Board, Macquarie European Infrastructure Fund II, other Macquarie managed funds and minorities. There is no ultimate controlling party of the Company above AGL, as defined by FRS 101.

In June 2022 it was announced that Digital 9 Infrastructure has agreed to purchase Canada Pension Plan Investment Board's (CPPIB) entire 48% stake in AGL. Digital 9 Infrastructure is a dedicated infrastructure investor, headquartered in the UK and with significant experience in the infrastructure industry. It is anticipated that this deal will be completed later in this calendar year. At that point the representatives from CPPIB appointed to the Board of Directors will be replaced by representatives from Digital 9 Infrastructure. This will not change the day-to-day operations of the Group's business.