

**EuropaSat Limited**  
**(Registered Number: 06001119)**

**Annual Report and Financial Statements**  
**For the year ended 31 December 2022**



**EuropaSat Limited**  
**Strategic Report**  
**For the year ended 31 December 2022**

**Principal Activities**

EuropaSat Limited (the 'Company') is principally involved in the operation and support of S-Band satellite communications.

**Review of business**

The results for the period are shown in the Income Statement on page 4. For the year ended 31 December 2022, the Company returned a loss of \$8.4m (2021: loss of \$8.4m) primarily due to interest payable on intra-group borrowings.

The Directors are of the opinion that the current level of activity and the year-end financial position are satisfactory and will remain so in the foreseeable future.

The loss for the financial year will be transferred to reserves. The Company will continue to be supported by the Group.

**Principal risks and uncertainties**

The Directors of the Group manage the risks at a group level rather than at an individual business unit level. For this reason, the Company's Directors believe that a discussion of the Group's risks would not be appropriate for an understanding of the development, performance or position of the Company's business. The principal risks and uncertainties of the Group, which include those of the Company, are discussed in the Group's 2022 Annual Report, which does not form part of this report.

**Key performance indicators**

The Directors of the Group manage the Group's operations on a business sector basis. For this reason, the Company's Directors believe that an analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of the Company's business. The development, performance and position of the Group are discussed in the Group's 2022 Annual Report, which does not form part of this report.

Approved by the Board and signed on its behalf by:

DocuSigned by:

*Alison Horrocks*

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**Alison Horrocks**  
Company Secretary  
26 September 2023

## **EuropaSat Limited Directors' Report For the year ended 31 December 2022**

### **Directors' Report**

The Directors submit their annual report and the financial statements for EuropaSat Limited (the 'Company') for the year ended 31 December 2022.

### **Directors and their interests**

The Directors of the Company who were in office during the year and up to the date of signing the financial statements were as follows:

- Alison Conway
- Alison Horrocks

No Director had during the year or at the end of the year any material interest in any contract of significance to the Company's business.

### **Principal activities**

EuropaSat Limited (the 'Company') is principally involved in the operation and support of S-Band satellite communications. The Company is part of the Connect Topco Limited group of companies (the 'Group'). The Directors do not envisage any change to the nature of the business in the foreseeable future.

### **Results and Dividends**

The result for the year ended 31 December 2022 was a loss of \$8.4m (2021: loss of \$8.4m) primarily due to interest payable on intra-group borrowings. Results for the financial year are shown in the Income Statement on page 4.

No dividends were paid in the year and the Directors do not recommend a dividend in respect of the current year.

### **Future developments**

The Company intends to continue operating in the areas of S-Band satellite communications.

### **Financial risk management**

Details of the financial risk management objectives and policies of the Company are given in Note 3 to the financial statements.

### **Directors' indemnity**

Each of the Directors benefit from an indemnity given by the Company under its Articles of Association. This indemnity is in respect of liabilities incurred by the Director in the execution and discharge of his or her duties.

### **Events since the balance sheet date**

Details of events since the balance sheet date are given in Note 15 to the financial statements.

### **Going concern**

In determining whether the Company's financial statements can be prepared on a going concern basis, the Directors have considered all the factors likely to affect its future development, performance and its financial position, including the matters disclosed in the Strategic and Directors' Report. Refer to the going concern analysis included in note 2.

**EuropaSat Limited**  
**Directors' Report**  
**For the year ended 31 December 2021**

**Statement of Directors' responsibilities**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice FRS 101 "Reduced Disclosure Framework". 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 then apply them consistently;
- make judgments 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board and signed on its behalf by:

DocuSigned by:

*Alison Horrocks*

**Alison Horrocks**  
Company Secretary  
26 September 2023

**EuropaSat Limited**  
**Income Statement**  
**For the year ended 31 December 2022**

<b>(\$ in millions)</b>	<b>Notes</b>	<b>2022</b>	<b>2021</b>
<b>Revenue</b>	4	<b>14.7</b>	<b>14.7</b>
Other operating costs		(0.1)	(0.1)
Depreciation	9	(13.8)	(13.8)
<b>Operating profit</b>		<b>0.8</b>	<b>0.8</b>
Financing costs	6	(11.4)	(8.6)
<b>Loss before income tax</b>	5	<b>(10.6)</b>	<b>(7.8)</b>
Taxation (charge) / credit	7	2.2	(0.6)
<b>Loss for the year</b>		<b>(8.4)</b>	<b>(8.4)</b>

For the year ended 31 December 2022 and 2021, there were no other comprehensive income items, therefore a Statement of Comprehensive Income has not been presented. All results are from continuing operations.

The accompanying notes are an integral part of the financial statements.

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

(\$ in millions)	Notes	As at 31 December 2022	As at 31 December 2021
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	9	134.4	148.2
<b>Total non-current assets</b>		<b>134.4</b>	<b>148.2</b>
<b>Current assets</b>			
Trade and other receivables	10	22.7	16.0
Current income tax asset	12	1.4	1.3
<b>Total current assets</b>		<b>24.1</b>	<b>17.3</b>
<b>Total assets</b>		<b>158.5</b>	<b>165.5</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	11	3.8	3.1
<b>Total current liabilities</b>		<b>3.8</b>	<b>3.1</b>
<b>Non-current liabilities</b>			
Other payables	11	166.9	165.4
Deferred income tax liabilities	12	8.0	8.8
<b>Total non-current liabilities</b>		<b>174.9</b>	<b>174.2</b>
<b>Total liabilities</b>		<b>178.7</b>	<b>177.3</b>
<b>Net liabilities</b>		<b>(20.2)</b>	<b>(11.8)</b>
<b>Shareholders' equity</b>			
Ordinary shares capital	13	-	-
Capital contribution	14	6.9	6.9
Accumulated loss		(27.1)	(18.7)
<b>Total shareholders' equity</b>		<b>(20.2)</b>	<b>(11.8)</b>

The accompanying notes form part of these financial statements.

**Audit exemption statement**

For the year ended 31 December 2022, the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 (the 'Act') relating to subsidiary companies. The members have not required the company to obtain an audit of its accounts for the year in question in accordance to section 476 of the Act and Inmarsat Group Holdings Limited, acting as a parent undertaking, has provided a guarantee to the Company under section 479C of the Act. The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements of EuropaSat Limited, registered number 06001119, were approved by the Board of Directors on 26 September 2023 and signed on its behalf by:

DocuSigned by:

*Alison Horrocks*

Alison Horrocks  
 Director

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

(\$ in millions)	Ordinary share capital	Contributed capital	Accumulated loss	Total
<b>Balance at 31 December 2020</b>	-	6.9	(10.3)	(3.4)
<i>Comprehensive Income:</i>				
Loss for the period	-	-	(8.4)	(8.4)
<b>Balance at 31 December 2021</b>	-	6.9	(18.7)	(11.8)
<i>Comprehensive Income:</i>				
Loss for the period	-	-	(8.4)	(8.4)
<b>Balance at 31 December 2022</b>	-	6.9	(27.1)	(20.2)

Capital contribution relates to a 2013 waiver of intergroup debt. The amount is non distributable.

The accompanying notes form part of these financial statements.

## **EuropaSat Limited Balance Sheet As at 31 December 2022**

### **General information**

EuropaSat Limited (the 'Company') is principally involved in the operation and support of S-Band satellite communications. It is a private company limited by shares incorporated in England and Wales under the Companies Act 2006 and registered and domiciled in England and Wales. The address of its registered office is 99 City Road, London, EC1Y 1AX.

On 30 May 2023, Viasat, Inc. completed the acquisition of Connect Topco Limited ('Group') which resulted in Viasat, Inc. acquiring control of the Group. See note 15 for further details.

Until 30 May 2023, the ultimate controlling party of Inmarsat Group Limited (the 'Company') was Connect Topco Limited (the 'Group') which is an entity based in Guernsey. From completion of the transaction on 30 May 2023, the ultimate controlling party and parent of the Group is Viasat, Inc., which is an entity based in the United States.

Connect Topco Limited's registered office address is Redwood House, St Julian's Avenue, St Peter Port, GY1 1WA, Guernsey. The address of Viasat, Inc's registered office is 6155 El Camino Real Carlsbad, California 92009

The immediate parent company is Inmarsat New Ventures Limited based in the United Kingdom. The smallest and largest group into which the results of the Company are consolidated are headed by Inmarsat Group Holdings Limited and Connect Topco Limited respectively, refer to Note 1 for further details.

The Company has applied Financial Reporting Standard 101 'Reduced Disclosure Framework' 'FRS 101' issued by the Financial Reporting Council (FRC) incorporating the Amendments to FRS 101 issued by the FRC in July 2015 and the amendments to Company law made by The Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015.

## **2. Principal accounting policies**

### **Basis of preparation**

The financial statements have been prepared in accordance with Financial Reporting Standard 101, 'Reduced disclosure Framework' (FRS 101). FRS101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of IFRS. The company meets the definition of a qualifying entity under FRS 100 'Application of Financial Reporting Requirements' issued by the FRC. The financial statements have, therefore, been prepared in accordance with FRS 101.

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

Where relevant, equivalent disclosures have been given in the Group accounts of Connect Topco Limited.

The financial statements have been prepared on the historical cost basis. These policies have been applied consistently to all the years presented unless otherwise stated.

### **Going Concern**

The Company has performed an assessment of whether going concern assumption is appropriate in the light of current economic conditions and all available information about future risks and uncertainties. The Company is part of the Connect Bidco Limited Group ('Bidco'), ultimately owned by Connect Topco Limited – which forms part of Viasat Inc. The going concern review completed at the date of signing the Bidco accounts is set out within the Connect Bidco Limited 2022 annual report with relevant extract below. The going concern of the Company is reliant on Bidco's financing facilities and Bidco has provided a letter of support to the Company.

## **EuropaSat Limited**

### **Balance Sheet**

### **As at 31 December 2022**

#### **2. Principal accounting policies (continued)**

In order to confirm that the business should adopt the going concern basis in preparing the consolidated financial statements for 2022, the Board and Management have considered compliance with banking covenants, ability to generate future profits and positive cash flows, business risks and the completed acquisition by Viasat Inc. The Group has a robust and resilient business model, positive free cash flow generation, and is compliant with all banking covenants. As at 31 December 2022, the Group has \$1,042.9 million of liquid resources (Cash: \$233.8 million, short-term deposits: \$109.1 million, undrawn RCF: \$700.0 million) and a continued expectation that the Group will generate positive free cash flow and reduce leverage over the medium to long term. On 8 November 2021 the Connect Topco shareholders accepted an offer from Viasat Inc. to purchase the Group for approximately \$7.3 billion. On 30 May 2023 Viasat, Inc. completed the acquisition of the Company which resulted in Viasat, Inc. acquiring control of the Group. See note 35 (of Connect Bidco 2022 annual report) for further details.

The Board and Management have also considered a number of possible scenarios and their impact on future revenues, EBITDA and liquidity. Under all scenarios there continues to be sufficient headroom to the Financial Performance Covenant under the debt agreements. The Group has assessed the future compliance through most recently approved budget, which has considered the maturity profile of the existing debt facilities and the \$700 million undrawn revolving credit facility as discussed in note 20 (of Connect Bidco 2022 annual report).

At the date of signing these financial statements the Directors have considered all the factors impacting the Company and Bidco's business, including downside sensitivities. The Directors therefore have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future.

Based on the above, the Company continues to adopt the going concern basis in preparing the 2022 financial statements.

#### **Basis of accounting**

The preparation of the financial statements in conformity with FRS 101 requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the Balance Sheet dates and the reported amounts of revenue and expenses during the reported period. Although these estimates are based on management's best estimate of the amounts, events or actions, the actual results ultimately may differ from those estimates.

#### **Foreign currency translation**

The functional currency of the Company and most of the Group's subsidiaries and the presentation currency of the Group is the US dollar, as the majority of operational transactions are denominated in US dollars.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of transactions and the translation of monetary assets and liabilities denominated in foreign currencies at period end exchange rates are recognised in the Income Statement line which most appropriately reflects the nature of the items or transactions.

#### **Revenue recognition**

The Company performs support services for the Inmarsat group in return for an income equal to the qualifying cost plus mark-up.

#### **Financing income and financing cost**

Interest on borrowings and other financial liabilities is recognised in the Income Statement using the effective interest rate method.

#### **Financial assets**

##### *Trade and other receivables*

Trade and other receivables, are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method. The Company calculates the loss allowance for trade receivables based on lifetime expected credit losses under the IFRS 9 simplified approach.

#### **Financial liabilities and equity**

##### *Trade and other payables*

Trade and other payables are recorded initially at fair value and subsequently measured at amortised cost using the effective interest method.

## **EuropaSat Limited Balance Sheet As at 31 December 2022**

### **2. Principal accounting policies (continued)**

#### ***Borrowings***

Borrowings, comprising intercompany loans, are initially recorded at fair value which equates to the proceeds received, net of direct transaction and arrangement costs. They are subsequently held at amortised cost.

There are no external borrowings. Intercompany borrowings are classified as current liabilities unless the Company has unconditional right to defer settlement of the liability for at least 12 months after the Balance Sheet date.

#### ***Current tax***

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the Income Statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the Balance Sheet date.

#### ***Deferred income tax***

Deferred income tax is provided, 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, if the deferred income tax 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, it is not accounted for. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary deductible differences or tax loss carry forwards can be utilised.

Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Company and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

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

##### ***General***

Property, plant and equipment assets are initially recognised at cost and subsequently treated under the cost model: at cost less accumulated depreciation and any accumulated impairment losses.

##### ***Space segment assets***

Space segment assets comprise satellite construction, launch and other associated costs, including ground infrastructure. Expenditure charged to space segment projects includes invoiced progress payments, amounts accrued appropriate to the stage of completion of contract milestones, external consultancy costs and direct internal costs. Internal costs, comprising primarily staff costs, are only capitalised when they are directly attributable to the construction of an asset. Progress payments are determined on milestones achieved to date together with agreed cost escalation indices.

##### ***Capitalised borrowing costs***

The Company incurs borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale and capitalises these borrowing costs as part of the cost of the asset. Capitalisation commences when the Company begins to incur the borrowing costs and related expenditures for the asset, and when it undertakes the activities that are necessary to prepare the asset for its intended use or sale. Capitalisation of borrowing costs ceases when substantially all of the activities necessary to prepare the asset for its intended use or sale are complete.

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**2. Principal accounting policies (continued)**

*Depreciation*

Depreciation is calculated to write-off the historical cost less residual values, if any, of fixed assets, except land, on a straight-line basis over the expected useful lives of the assets concerned. The Company selects its depreciation rates and residual values carefully and reviews them annually to take account of any changes in circumstances. When setting useful economic lives, the principal factors the Company takes into account are the expected rate of technological developments, expected market requirements for the equipment and the intensity at which the assets are expected to be used.

Depreciation of property, plant and equipment is calculated using the straight-line method to allocate their cost less their residual values over their estimated useful lives, as follows:

Space Segment - 15 years

**Impairment reviews**

All assets that are subject to depreciation or amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Indicators of impairment may include changes in technology and business performance. For the purposes of assessing impairment, assets are grouped at the lowest

levels for which there are separately identifiable and independent cash flows, these are known as cash generating units. An impairment loss is recognised in the Income Statement whenever the carrying amount of an asset exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. In assessing value in use, estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Impairment losses in respect of goodwill are not reversed.

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

In the application of the Company's accounting policies, the Director's are required to make judgements (other than those involving estimations) that have a significant impact on the amounts recognised and to make 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 ongoing 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.

Key sources of estimation uncertainty

Key assumptions concerning the future and other key sources of estimation uncertainty at the reporting period may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. There are no key assumptions or sources of estimation uncertainty, which have a significant effect on the amounts recognised in the financial statements.

Critical judgements in applying the Company's accounting policies

In the process of applying the Company's accounting policies, certain judgements have been made. This includes:

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**2. Principal accounting policies (continued)**

*Useful economic lives*

The useful lives of the Group's Property, Plant and Equipment and Intangible assets are determined by management at the time the asset is acquired and reviewed at least annually for appropriateness. The lives are based on expected rate of technological developments, expected market requirements for the equipment, the intensity at which the assets are expected to be used, historical experience with similar assets as well as anticipation of future events, which may impact their life.

**3. Financial risk management**

***Financial risk factors***

The Company's debt financing is currently all intercompany and so is not exposed to all the same financial risks associated with external borrowings, namely the effects of changes in debt market prices, credit risks, liquidity risks and interest rates. The Company does not have in place its own risk management programme. Instead it falls under Bidco's risk management programme that seeks to limit the adverse effects on the financial performance of the Group as a whole by using forward exchange contracts to limit exposure to foreign currency risk and interest rate swaps to reduce the impact of fluctuating interest rates on its floating rate long-term debt.

The Board of Directors of the Group has delegated to the treasury department the responsibility for setting and implementing the financial risk management policies applied by the Group and therefore the Company. The treasury department has a policy and procedures manual that sets out specific guidelines for managing foreign exchange risk, interest rate risk and credit risk. The Group and Company does not hold or issue derivative financial instruments for speculative or trading purposes.

**(a) Market risk**

***(i) Foreign exchange risk***

The functional currency of EuropaSat Limited is the US Dollar. However, the Company operates internationally, total expenditure being denominated in currencies other than the US Dollar are 1% (2021: 1%). None (2021: \$nil) of the Company's operating costs are denominated in Pounds Sterling. The Company's exposure needs to be carefully managed to avoid variability in future cash flows and earnings caused by volatile foreign exchange rates.

***(ii) Price risk***

The Company is not exposed to significant equity securities price risk or commodity price risk.

**(b) Interest rate risk**

Given the Company has no significant interest-bearing assets (except amounts due from Group companies), income and operating cash flows are substantially independent of changes in market interest rates. The Company's borrowings are predominantly intercompany and have both fixed interest rate and variable interest rates. The financial risk associated with the variable market rates is managed centrally at a Group level, refer to the Connect Bidco Group Annual Report for further information.

**(c) Credit risk**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The maximum exposure to credit risk is \$22.7m (2021: \$16.0m), comprising amounts mainly due from fellow Group companies (see note 10). This exposure to credit risk is limited because the counterparties are fellow Group companies.

**(d) Liquidity risk**

The Company is exposed to liquidity risk with respect to its contractual obligations resulting in financial liabilities. This risk is managed by the Group along with other risks faced by the Group. Prudent liquidity risk management implies maintaining sufficient cash and short-term deposits and the availability of funding through an adequate amount of committed credit facilities.

The Group manages liquidity risk by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**4. Revenue**

(\$ in millions)	2022	2021
Revenue from operations	14.7	14.7
<b>Total</b>	<b>14.7</b>	<b>14.7</b>

The Company performs support service to the Group and all the revenue of the Company is intercompany.

**5. Profit before income tax**

**Auditor's remuneration**

The company was not subject to an audit in 2022 and did not incur an audit fee (2021: \$nil).

**Employees and Directors**

None of the Directors received any emoluments in respect of their services to the Company in the years ended 31 December 2022 and 2021.

The Company had no directly employed staff during the years ended 31 December 2022 and 2021.

**6. Financing costs**

(\$ in millions)	2022	2021
Intercompany interest payable	11.4	8.6
<b>Net financial costs</b>	<b>11.4</b>	<b>8.6</b>

**7. Taxation**

Tax (charge) / credit recognised in the Income Statement:

(\$ in millions)	2022	2021
<b>Current tax:</b>		
Current year	1.4	1.3
Adjustments in respect of prior periods	-	1.8
<b>Total current tax credit</b>	<b>1.4</b>	<b>3.1</b>
<b>Deferred tax:</b>		
Origination and reversal of temporary differences	0.8	0.2
Adjustments due to reduction in UK rate of corporation tax	-	(2.1)
Adjustment in respect of prior periods	-	(1.8)
<b>Total deferred tax expenses</b>	<b>0.8</b>	<b>(3.7)</b>
<b>Total tax (charge) / credit</b>	<b>2.2</b>	<b>(0.6)</b>

Reconciliation of effective tax rate:

(\$ in millions)	2022	2021
<b>Loss before taxation</b>	<b>(10.6)</b>	<b>(7.8)</b>
Income tax at 19% (2021: 19 %)	2.0	1.5
Adjustments in respect of prior periods	-	-
Adjustments due to reduction in UK rate of corporation tax	0.2	(2.1)
<b>Total tax (charge) / credit</b>	<b>2.2</b>	<b>-0.6</b>

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**8. Dividends**

No dividends were paid in the years ended 31 December 2022 or 2021 and the Directors do not recommend a dividend in respect of the year ended 31 December 2022.

**9. Property, plant and equipment**

(\$ in millions)	Space Segment	Total
<b>Cost:</b>		
Balance as of 1 January 2022	206.8	206.8
Additions	-	-
Disposals	-	-
<b>Balance as of 31 December 2022</b>	<b>206.8</b>	<b>206.8</b>
<b>Accumulated depreciation:</b>		
Balance as of 1 January 2022	(58.6)	(58.6)
Charge for the year	(13.8)	(13.8)
<b>Balance as of 31 December 2022</b>	<b>(72.4)</b>	<b>(72.4)</b>
<b>Net book amount at 1 January 2022</b>	<b>148.2</b>	<b>148.2</b>
<b>Net book amount at 31 December 2022</b>	<b>134.4</b>	<b>134.4</b>

The lives assigned to significant tangible fixed assets are:

Space segment assets, including ground infrastructure: 5-12 years

**10. Trade and other receivables**

(\$ in millions)	As at 31 December 2022	As at 31 December 2021
<b>Current:</b>		
Amount due from Group undertakings	22.7	16.0
<b>Total</b>	<b>22.7</b>	<b>16.0</b>

The Directors consider the carrying value of trade and other receivables is approximate to their fair value.

**11. Trade and other payables**

(\$ in millions)	Effective interest rate%	As at 31 December 2022	As at 31 December 2021
<b>Current:</b>			
Amount due to Group undertakings	1.9%	3.7	3.1
<b>Total</b>		<b>3.7</b>	<b>3.1</b>
<b>Non-Current:</b>			
Loan due to Group undertakings	Libor USD 3 month	166.9	165.4
<b>Total</b>		<b>166.9</b>	<b>165.4</b>

The Directors consider the carrying value of trade and other payables is approximate to their fair value. Amounts due to Group undertakings are all repayable on demand and the non-current loan due to Group undertaking is repayable in November 2024.

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**12. Current and deferred income tax assets and liabilities**

The current tax asset of \$1.4m (2021: \$1.3m) represents the income tax receivable in respect of current and prior periods less amounts paid.

**Recognised deferred tax liabilities**

The movements in deferred tax liabilities (prior to offsetting of balances within the same jurisdiction as permitted by IAS 12) during the period are shown below.

	As at 31 December 2022	As at 31 December 2021
(\$ in millions)	Assets / (liabilities)	Assets / (liabilities)
Property, plant and equipment and intangible assets	(19.4)	(20.0)
Borrowing costs capitalised in the cost of qualifying assets	(2.3)	(2.5)
Loss carry forwards	13.7	13.7
<b>Net deferred income tax liabilities</b>	<b>(8.0)</b>	<b>(8.8)</b>

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority.

The value of deferred income tax assets and liabilities included in the net deferred income tax balance is shown below:

	As at 1 January 2022	Recognised in income statement	As at 31 December 2022
(\$ in millions)			
Property, plant and equipment and intangible assets	(20.0)	0.6	(19.4)
Borrowing costs capitalised in the cost of qualifying assets	(2.5)	0.2	(2.3)
Loss carry forwards	13.7	-	13.7
<b>Net deferred income tax liabilities</b>	<b>(8.8)</b>	<b>0.8</b>	<b>(8.0)</b>

	As at 1 January 2021	Recognised in income statement	As at 31 December 2021
(\$ in millions)			
Property, plant and equipment and intangible assets	(15.0)	(5.0)	(20.0)
Borrowing costs capitalised in the cost of qualifying assets	(2.3)	(0.2)	(2.5)
Loss carry forwards	12.2	1.5	13.7
<b>Net deferred income tax liabilities</b>	<b>(5.1)</b>	<b>(3.7)</b>	<b>(8.8)</b>

The Budget announced by the Chancellor on 3 March 2021, included changes to the main rate of corporation tax for UK companies. The standard rate of corporation tax remains at 19% for the financial year commencing 1 April 2021, however this will be increased to 25% from 1 April 2023. UK deferred tax has been recognised in the accounts at a rate of 25% on the basis that this is the substantively enacted rate at 31 December 2022.

**13. Share Capital**

	As at 31 December 2022	As at 31 December 2021
(\$ in millions)		
<b>Allotted, issued and fully paid:</b>		
1 ordinary share of £1 each (2020: £1)	-	-

**EuropaSat Limited**  
**Balance Sheet**  
**As at 31 December 2022**

**14. Contributed capital**

(\$ in millions)	As at 31 December 2022	As at 31 December 2021
Contributed capital	6.9	6.9

Capital contribution relates to a 2013 waiver of intergroup debt.

**15. Events after the balance sheet date**

On 8 November 2021 Viasat Inc and Inmarsat announced a definitive agreement under which Viasat will acquire Inmarsat in a transaction then valued at \$7.3 billion, comprised of \$850 million in cash (reduced to \$551 million, post prior distribution to shareholders) approximately 46.36 million shares of Viasat common stock valued at \$3.1 billion based on the closing price on Friday November 5, 2021, and the assumption of \$3.4 billion of net debt.

On 30 May 2023, the transaction was completed and Viasat, Inc. acquired Connect Topco Limited (Group). Under the terms of the purchase agreement, at the closing of the transaction, Group's shareholders received an aggregate of \$551 million in cash, subject to adjustments, and approximately 46.36 million shares of common stock. The cash portion of the purchase price was reduced from \$850 million to \$551 million after the Group paid a \$299 million special dividend to its shareholders in April 2022. The shares issued to Group's shareholders at the closing represent an aggregate of approximately 37.6% of the total shares of Viasat common stock on a fully diluted basis, with no Group shareholder receiving shares representing 10% or more.

There have been no other significant events which would require disclosure in the 31 December 2022 financial statements.