

# **QinetiQ Overseas Holdings Limited**

## **Strategic report for the Year Ended 31 March 2024**

The Directors present their Strategic report for the year ended 31 March 2024.

### **Principal activities**

The principal activity of the Company is to act as a holding company.

### **Business review**

The loss before taxation was £2.5m (2023: £8.3m) and net assets were £518.8m (2023: £521.1m). The movement is as a result of the impairment of £11.7m relating to one of the Company's investments in subsidiary undertakings in prior year and the increase in the net finance expense on intercompany loan balances.

### **Principal risks and uncertainties**

The key risks and uncertainties impacting on the Company relate to the following:

- Weak performance from a subsidiary company which could result in the write down of the Company's investments; and
- Weak performance from a subsidiary company impacting on its ability to make interest payments or repay loans to the Company. This could lead to an impairment of the Company's debtors.

These risks are managed and monitored at QinetiQ Group plc level.

### **Key performance indicators ('KPIs')**

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

### **Section 172 (1) statement**

The Directors welcome their responsibilities to promote the success of the Company in accordance with section 172 of the 2006 Companies Act. The Company is a holding company which is part of QinetiQ Group plc, and stakeholder management for the Group and its subsidiaries is managed at that level. More information can be found in the Annual Report and Accounts of the Group for 2024.

Approved by the Board on 15 July 2024 and signed on its behalf by:



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