

Registration number: 04013368

Pitney Bowes Global Limited

Annual Report and Financial Statements
for the Year Ended 31 December 2017



Pitney Bowes Global Limited

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Pitney Bowes Global Limited

Company Information

Directors G R Willsher
R Higginson

Company secretary G R Willsher

Registered office Building 5 Trident Place
Hatfield Business Park Mosquito Way
Hatfield
Hertfordshire
AL10 9UJ

Auditors PricewaterhouseCoopers LLP
10 Bricket Road
St Albans
AL1 3JX

Pitney Bowes Global Limited

Strategic Report for the Year Ended 31 December 2017

The directors present their strategic report for the year ended 31 December 2017.

Principal activity

The principal activity of the company is that of a holding company.

Fair review of the business

The Company is part of the wider Pitney Bowes Group.

The Pitney Bowes Group is a global technology company offering innovative products and solutions that help our clients navigate the complex world of commerce. We offer customer information management, location intelligence and customer engagement products and solutions to help our clients market to their customers, and shipping, mailing, fulfillment, returns and cross-border ecommerce products and solutions that enable the sending of parcels and packages across the globe. Our business is organised around three distinct sets of solutions – Small and Medium Business Solutions, Enterprise Business Solutions and Digital Commerce Solutions.

Small and Medium Business Solutions

We are a global leader in providing a full range of mailing equipment, software, supplies and support services that enable our clients to efficiently create physical and digital mail and evidence postage and print shipping labels for the sending of mail and parcels.

Enterprise Business Solutions

Our Enterprise Business Solutions group includes equipment and services that enable large enterprises to process inbound and outbound mail.

Digital Commerce Solutions

Within the Digital Commerce Solutions group, we provide a broad range of solutions, including customer information management, location intelligence, customer engagement software and shipping management and cross-border ecommerce solutions for businesses of all sizes

We continue to invest in our current technologies, products and solutions, and in the development of new technologies, products and solutions in order to maintain and improve our competitive position.

We have made, and are continuing to make, significant investments in the rebranding of the company in order to build market awareness and client demand for our products and services. We are also making investments in marketing in support of the Company's brand and business strategy. The brand investments, including a newly launched website (www.pitneybowes.com/uk) are designed to enhance our operational and go-to-market changes, including how we sell to and serve our clients.

The company does not have any specific key performance indicators as it is a holding company only.

Pitney Bowes Global Limited

Strategic Report for the Year Ended 31 December 2017 (continued)

Principal risks and uncertainties

Our business faces certain risks which we consider and manage on a proactive basis.

Competition

Our business competes with a number of companies, our competitors ranging from large multinationals to smaller more narrowly focused regional and local firms. We must continue to invest in our technologies, products and solutions, and in the development of new technologies, products and solutions in order to maintain and improve our competitive position.

Postal regulations and processes

A significant portion of our revenue and profitability is directly or indirectly subject to regulation and oversight by postal authorities. We depend on a health postal sector which could be influenced, positively or negatively, by legislative or regulatory changes.


Lower profit margins

As we transform our business to more digital and commerce services, our profit margins will be lower and, if we cannot reduce our costs, our earnings could be impacted. We expect overall profit margins to continue to be impacted as a result of a change of mix from higher margin Small and Medium Business Solutions to Digital Commerce Solutions.

Customs and regulatory risks

The international nature of our Global Ecommerce business subjects us to increased customs and regulatory risks from cross-border transactions, and fluctuations in foreign currency exchange rates.

Approved by the Board on 27 September 2018 and signed on its behalf by:


.....
G R Willsher
Company secretary and director

Pitney Bowes Global Limited

Directors' Report for the Year Ended 31 December 2017

The directors present their report and the financial statements for the year ended 31 December 2017.

Directors of the company

The directors who held office during the year were as follows:

D R Denney (Resigned 28 February 2018)

G R Willsher - Company secretary and director

The following director was appointed after the year end:

R Higginson (appointed 28 February 2018)

Financial instruments

Objectives and policies

The Company's financial instruments comprise cash and various items such as debtors and creditors that arise directly from its operations. All financial assets and liabilities are recorded at historical cost. It is, and has been throughout the year under review, the Company's policy that no trading in financial instruments shall be undertaken. Similarly, the Company did not undertake any financial hedging arrangements during the year under review. The year-end position reflects these policies and there have been no changes in policies or risks since the year end. The main risks arising from the Company's financial instruments are liquidity risks and interest rate risks.

Price risk, credit risk, liquidity risk and cash flow risk

Liquidity Risk

Through cash flow forecasting the Company monitors working capital and expenditure requirements and through the use of rolling short term investments ensures that cash is available to meet obligations as they fall due.

Interest Rate Risk

The company finances its operations through shareholders' funds and working capital and only has exposure to interest rate fluctuations on its intercompany loans.

Going concern

The directors believe in the company's ability to continue as a going concern and to meet its financial obligations as they fall due for a period of at least twelve months from the date of signing these financial statements.

Directors' liabilities

The Directors have the benefit of an indemnity which is a qualifying third party provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The company also purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and its Directors.

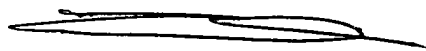
Pitney Bowes Global Limited

Directors' Report for the Year Ended 31 December 2017 (continued)

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Approved by the Board on 27 September 2018 and signed on its behalf by:



.....
G R Willsher
Company secretary and director

Pitney Bowes Global Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities 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 (United Kingdom Accounting Standards, comprising FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", 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 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

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.

Directors' confirmations

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent auditors' report to the members of Pitney Bowes Global Limited

Report on the audit of the financial statements

Opinion

In our opinion, Pitney Bowes Global Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statement (the "Annual Report"), which comprise: the balance sheet as at 31 December 2017; the profit and loss account, the statement of comprehensive income, the statement of changes in equity for the year ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Independent auditors' report to the members of Pitney Bowes Global Limited

Report on the audit of the financial statements

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Strategic Report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 December 2017 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Directors' Responsibilities set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also 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.

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

Auditors' responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Independent auditors' report to the members of Pitney Bowes Global Limited

Report on the audit of the financial statements


Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.



Matthew Mullins (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
St Albans
28 September 2018

Pitney Bowes Global Limited

Profit and Loss Account for the Year Ended 31 December 2017

	Note	2017 £ 000	2016 £ 000
Turnover		-	-
Operating profit/(loss)		-	-
Income from shares in group undertakings		-	13,770
Other interest receivable and similar income	3	-	34,232
		-	48,002
Profit before tax		-	48,002
Taxation	6	-	1,067
Profit for the financial year		-	49,069

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 14 to 22 form an integral part of these financial statements.

Pitney Bowes Global Limited

Statement of Comprehensive Income for the Year Ended 31 December 2017

	2017 £ 000	2016 £ 000
Profit for the year	-	49,069
Other comprehensive income	-	-
Total comprehensive income for the year	<u>-</u>	<u>49,069</u>

The notes on pages 14 to 22 form an integral part of these financial statements.

Pitney Bowes Global Limited

**(Registration number: 04013368)
Balance Sheet as at 31 December 2017**

	Note	2017 £ 000	2016 £ 000
Fixed assets			
Investments	7	426,576	419,369
Current assets			
Debtors	8	2,394	2,394
Creditors: Amounts falling due within one year	9	<u>(1,654)</u>	<u>(1,653)</u>
Net current assets		<u>740</u>	<u>741</u>
Net assets		<u>427,316</u>	<u>420,110</u>
Capital and reserves			
Called up share capital	10	23	23
Share premium reserve		339,031	331,825
Profit and loss account		<u>88,262</u>	<u>88,262</u>
Total equity		<u>427,316</u>	<u>420,110</u>

Approved and authorised by the Board on 27 September 2018 and signed on its behalf by: . . .



.....
G R Willsher
Company secretary and director

The notes on pages 14 to 22 form an integral part of these financial statements.

Pitney Bowes Global Limited

Statement of Changes in Equity for the Year Ended 31 December 2017

	Share capital £ 000	Share premium £ 000	Profit and loss account £ 000	Total £ 000
At 1 January 2017	23	331,825	88,262	420,110
New share capital subscribed	-	7,206	-	7,206
At 31 December 2017	<u>23</u>	<u>339,031</u>	<u>88,262</u>	<u>427,316</u>
	Share capital £ 000	Share premium £ 000	Profit and loss account £ 000	Total £ 000
At 1 January 2016	23	324,439	193,963	518,425
Profit for the year	-	-	49,069	49,069
Total comprehensive income	-	-	49,069	49,069
Dividends	-	-	(154,770)	(154,770)
New share capital subscribed	-	7,386	-	7,386
At 31 December 2016	<u>23</u>	<u>331,825</u>	<u>88,262</u>	<u>420,110</u>

The notes on pages 14 to 22 form an integral part of these financial statements.

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

1 General information

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

Building 5 Trident Place

Hatfield Business Park Mosquito Way

Hatfield

Hertfordshire

AL10 9UJ

United Kingdom

These financial statements were authorised for issue by the Board on 27 September 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

Summary of disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and consent has been obtained from the shareholders in order to take these exemptions:

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Pitney Bowes Inc. These financial statements may be obtained from Pitney Bowes Inc., 3001 Summer Street, Stamford, CT 06926.

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

2 Accounting policies (continued)

Going concern

The directors believe in the company's ability to continue as a going concern and to meet its financial obligations as they fall due for a period of at least twelve months from the date of signing these financial statements.

Exemption from preparing group accounts

The financial statements contain information about Pitney Bowes Global Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The company is exempt under section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, Pitney Bowes International Holdings Incorporated, a company incorporated in .

Judgements

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 following judgement (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

Impairment of non-financial assets

Where there are indicators of impairment of individual assets, the Group performs impairment tests based on fair value less costs to sell or a value in use calculation. The fair value less costs to sell calculation is based on available data from binding sales transactions in an arm's length transaction on similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounted cash flow model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset's performance of the cash generating unit being tested. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model as well as the expected future cash flows and the growth rate used for extrapolation purposes

Taxation

The Group establishes provisions based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions is based on various factors, such as experience with previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority.

Tax

The tax expense for the period comprises 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.

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

2 Accounting policies (continued)

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Trade debtors

Trade and other receivables, including loans receivable from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Both are subsequently measured at amortised cost using the effective interest method.

Trade creditors

Trade and other payables, including loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Both are subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

3 Other interest receivable and similar income

	2017	2016
	£ 000	£ 000
Interest receivable on loans to group undertakings	<u>-</u>	<u>34,232</u>

4 Directors' remuneration

The emoluments of all Directors are paid by other Pitney Bowes' entities, with no recharge made to the company (2016 £nil). It is therefore not possible to make an accurate apportionment of their emoluments in respect of each of the subsidiaries. Their total emoluments are included in the aggregate of directors' emoluments disclosed in the financial statements of the following companies:

G R Willsher: Pitney Bowes Limited
D R Denney: Pitney Bowes Limited

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

5 Auditors' remuneration

The auditors' remuneration for the year of £8,240 (2016: £8,478) is for audit fees only and was borne by another group company.

6 Taxation

Tax charged/(credited) in the income statement

	2017 £ 000	2016 £ 000
Current taxation		
UK corporation tax	-	(1,067)

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2016 - lower than the standard rate of corporation tax in the UK) of 19.25% (2016 - 20%).

The differences are reconciled below:

	2017 £ 000	2016 £ 000
Profit before tax	-	48,002
Corporation tax at standard rate	-	9,600
Effect of revenues exempt from taxation	-	(9,600)
Decrease in UK and foreign current tax from adjustment for prior periods	-	(1,067)
Tax decrease arising from group relief	(3,646)	(1,005)
Tax increase from transfer pricing adjustments	3,646	1,005
Total tax credit	-	(1,067)

A number of changes to the UK corporation tax system were announced in the July 2015 & March 2016 Budget Statements. The main rate of corporation tax was reduced from 20% to 19% from 1 April 2017 and to 17% from 1 April 2020. These changes were substantively enacted, for financial reporting purposes, on 26 October 2015 and 6 September 2016 respectively and are therefore taken into account in these financial statements.

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

7 Investments in subsidiaries, joint ventures and associates

	2017 £ 000	2016 £ 000
Investments in subsidiaries	<u>426,576</u>	<u>419,369</u>
Subsidiaries		£ 000
Cost or valuation		
At 1 January 2017		419,369
Additions		<u>7,207</u>
At 31 December 2017		<u>426,576</u>
Provision		
Carrying amount		
At 31 December 2017		<u>426,576</u>
At 31 December 2016		<u>419,369</u>

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

the company holds 25% or more of the nominal value of any class of shares capital is as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
OldEurope Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJEngland	Ordinary	100%	100%
Pitney Bowes Holdco Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes Luxembourg Holding Sarl	7 Rue Robert Stumper, 2557 Luxembourg	Ordinary	100%	100%
Potrait Software Limited	The Smith Centre, Fairmile, Henley on Thames, Oxfordshire, RG9 6AB	Ordinary	100%	100%
PB Nova Scotia VI ULC	900 1959 Upper Water Street, Halifax, Nova Scotia, Canada, B3J 2N2	Ordinary	100%	100%

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

7 Investments in subsidiaries, joint ventures and associates (continued)

Pitney Bowes Luxembourg Holdings II Sarl	7 Rue Robert Stumper, 2557 Luxembourg	Ordinary	100%	100%
Harvey Company LLC	The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, USA	Ordinary	100%	100%
Pitney Bowes Holdings SNC	9, rue Paul Lafargue, Immeuble le Triangle, 93210 La Plaine Saint Denis, France	Ordinary	100%	100%
PB SAS	9, rue Paul Lafargue, Immeuble le Triangle, 93210 La Plaine Saint Denis, France	Ordinary	100%	100%
Technopli SARL	Zone industrielle Le lac, 0700 privas (Ardeche) France	Ordinary	100%	100%
PB Software SAS	134 rue Danton, Immeuble Le Diese, 92300 Levallois Perret, France	Ordinary	100%	100%
Portrait Software International Limited	Building 5 Trident Place, Hatfield Business Park, Mosquito Way, Hatfield, Hertfordshire AL10 9UJ.	Ordinary	100%	100%
Quadstone Paramics Limited	Caledonian Exchange, 19a Canning Street, Edinburgh, Scotland, EH3 8HE	Ordinary	100%	100%
Portrait Million Handshakes AS	Bygg 1, Maridalsveien 87, 0461 Oslo	Ordinary	100%	100%
Pitney Bowes Holdings Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes Finance Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes International Finance Limited	Building 5 Trident Place Hatfield Business Park Mosquito Way Hatfield Hertfordshire AL10 9UJ	Ordinary	100%	100%
OldMS Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

7 Investments in subsidiaries, joint ventures and associates (continued)

Alternative Mail and Parcels Investments Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes Finance Ireland Limited	Clarity house, Belgard road, Tallagh, Dublin 24 D24 Y6DF	Ordinary	100%	100%
Pitney Bowes Oy	PL 109 00211 Helsinki	Ordinary	100%	100%
Pitney Bowes Svenska AB	P.O. Box 408, 191 24 Sollentuna	Ordinary	100%	100%
Pitney Bowes Norge AS	Stålfjæra 26, 0975 Oslo	Ordinary	100%	100%
Pitney Bowes Ireland Limited	Clarity House, Belgard Road, Tallaght, Dublin 24 D24 Y6DF	Ordinary	100%	100%
OldPBIMS Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
The Pitney Bowes Pension Fund Trustee Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Pitney Bowes Denmark AS	Herstedostervej 27 29, DK 2620 Albertslund, Denmark	Ordinary	100%	100%
Pitney Bowes UK LP	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	40%	40%
Borderfree UK Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%
Borderfree Limited	Building 5 Trident Place, Hatfield Business Park Mosquito Way, Hatfield, Hertfordshire, AL10 9UJ	Ordinary	100%	100%

The principal activity of OldEurope Limited is Holding company

The principal activity of Pitney Bowes Holdco Limited is Holding company

The principal activity of Pitney Bowes Luxembourg Holding Sarl is Holding

The principal activity of Potrait Software Limited is Holding

The principal activity of PB Nova Scotia VI ULC is Holding

The principal activity of Pitney Bowes Luxembourg Holdings II Sarl is Holding

The principal activity of Harvey Company LLC is Holding

The principal activity of Pitney Bowes Holdings SNC is Holding

The principal activity of PB SAS is Equipment sales

The principal activity of Technopli SARL is Intercompany trading

The principal activity of PB Software SAS is Software and professional services

The principal activity of Portrait Software International Limited is Software and professional services

The principal activity of Quadstone Paramics Limited is Dormant

The principal activity of Portrait Million Handshakes AS is Software and professional services

The principal activity of Pitney Bowes Holdings Limited is Holding company

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

7 Investments in subsidiaries, joint ventures and associates (continued)

The principal activity of Pitney Bowes Limited is Equipment leasing
 The principal activity of Pitney Bowes Finance Limited is Leasing
 The principal activity of OldMS Limited is Non-trading
 The principal activity of Alternative Mail and Parcels Investments Limited is Dormant
 The principal activity of Pitney Bowes Finance Ireland Limited is Leasing
 The principal activity of Pitney Bowes Oy is Equipment sales
 The principal activity of Pitney Bowes Svenska AB is Equipment Sales
 The principal activity of Pitney Bowes Norge AS is Equipment sales
 The principal activity of Pitney Bowes Ireland Limited is Equipment sales
 The principal activity of OldPBIMS Limited is Dormant
 The principal activity of The Pitney Bowes Pension Fund Trustee Limited is Non-trading
 The principal activity of Pitney Bowes Denmark AS is Equipment sales
 The principal activity of Pitney Bowes UK LP is Holding partnership
 The principal activity of Borderfree UK Limited is Software and professional services
 The principal activity of Borderfree Limited is Software and professional services

8 Debtors

	Note	2017 £ 000	2016 £ 000
Amounts owed by related parties		2,394	2,394
		<u>2,394</u>	<u>2,394</u>

9 Creditors

	Note	2017 £ 000	2016 £ 000
Due within one year			
Amounts due to related parties		1,654	1,653
		<u>1,654</u>	<u>1,653</u>

Amounts due to related parties are interest free with no fixed term of repayment.

10 Called up share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary share of £0.0001 each	231,104,680	23,110.47	231,104,679	23,110.47
	<u>231,104,680</u>	<u>23,110.47</u>	<u>231,104,679</u>	<u>23,110.47</u>

New shares allotted

During the year 1 Ordinary share having an aggregate nominal value of £0.0001 were allotted for an aggregate consideration of £7,206,534 (2016: 7,358,531.34).

Pitney Bowes Global Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

11 Dividends

	2017 £ 000	2016 £ 000
Final dividend of £Nil (2016 - £0.67) per ordinary share	<u>-</u>	<u>154,770</u>

12 Parent and ultimate parent undertaking

The company's immediate parent is Pitney Bowes International Holdings Incorporated, incorporated in United Kingdom.

The ultimate parent is Pitney Bowes Inc, incorporated in the United States of America.

The most senior parent entity producing publicly available financial statements is Pitney Bowes Inc.. These financial statements are available upon request from Pitney Bowes Inc., 3001 Summer Street, Stamford, CT 06926. Pitney bowes Inc. is the parent undertaking of the smallest and largest group of undertakings to consolidate these financial statements.