

Interim Consolidated Accounts (un-audited) for Greensands Finance Holdings Ltd

For the six months ended 30 September 2019

Important notice

This report should not be relied on as a guide to future performance, and should not be relied on in deciding whether to undertake investment in the company. It should be noted that the information in this report has not been reviewed by the company's auditors.

Format and basis of consolidation

The abridged accounts contained within this report represent the consolidation of Greensands Finance Holdings Ltd and its subsidiaries and are not presented in full Companies Act format.

FRS 101 / FRS 104

This interim financial information presents non-statutory information on the group. The full presentational requirements of FRS 101 or FRS 104 (Interim Financial Reporting) have not been applied and therefore the information is not fully compliant with FRS 101 or FRS 104.

Please note that these Interim Accounts have not been reviewed by the company's auditors

Interim Accounts

Contents

Page

Consolidated income statement	4
Consolidated statement of other comprehensive income	5
Consolidated statement of financial position	6
Summarised statement of changes in equity	7
Consolidated statement of cash flows	8
Notes to the consolidated interim financial information	9

Please note that these Interim Accounts have not been reviewed by the company's auditors

Greensands Finance Holdings Limited

Consolidated income statement
For the six months to 30 September 2019

	Period to 30 Sep 2019 Unaudited	Period to 30 Sep 2018 Unaudited
	£m	£m
Continuing operations		
Revenue	439.9	-
Other operating income	1.4	-
Operating costs:		
- before depreciation and amortisation	(189.4)	-
- depreciation and amortisation	(131.4)	-
Total operating costs	(320.8)	-
Operating profit before interest and taxation	120.5	-
Other income	0.1	-
Profit on disposal of fixed assets	0.4	-
Net finance costs	(89.4)	-
Fair value losses on derivative financial instruments	(123.9)	-
Net finance costs (including losses on derivative financial instruments)	(213.3)	-
Loss before taxation	(92.3)	-
Tax credit	17.2	-
Loss after taxation from continuing operations	(75.1)	-

Greensands Finance Holdings Limited

Consolidated statement of other comprehensive income
For the six months to 30 September 2019

	Period to 30 Sep 2019 Unaudited	Period to 30 Sep 2018 Unaudited
	£m	£m
Loss for the period	(75.1)	-
Items that cannot be reclassified to profit or loss		
Actuarial loss on retirement benefit obligation	(2.4)	-
Deferred tax asset movement relating to retirement benefit obligation	0.4	-
	<u>(2.0)</u>	<u>-</u>
Total comprehensive loss for the period	<u><u>(77.1)</u></u>	<u><u>-</u></u>

Greensands Finance Holdings Limited**Consolidated statement of financial position****As at 30 September 2019**

	As at 30 Sep 2019 Unaudited	As at 31 Mar 2019 Audited
	£m	£m
Non-current assets		
Goodwill	0.4	0.4
Intangible assets	39.9	45.6
Property, plant and equipment	6,485.5	6,308.8
Other non-current assets	25.9	-
Investments	5.8	5.8
Derivative financial instruments	90.8	46.2
	<u>6,648.3</u>	<u>6,406.8</u>
Current assets		
Inventories	5.2	4.7
Trade and other receivables	262.7	245.2
Cash and cash equivalents	78.1	511.1
	<u>346.0</u>	<u>761.0</u>
Total assets	<u>6,994.3</u>	<u>7,167.8</u>
Current liabilities		
Trade and other payables	(280.1)	(360.1)
Borrowings	(304.3)	(502.2)
Regulatory settlement liability	(3.0)	(3.0)
Provisions for liabilities	(1.2)	(1.2)
	<u>(588.6)</u>	<u>(866.5)</u>
Non-current liabilities		
Borrowings	(3,876.0)	(3,830.8)
Derivative financial instruments	(1,597.4)	(1,429.0)
Deferred tax	(137.2)	(154.1)
Retirement benefit obligations	(174.7)	(186.7)
Regulatory settlement liability	(135.5)	(135.5)
Provisions for liabilities	(5.3)	(9.6)
Other non-current liabilities	(28.5)	(27.4)
	<u>(5,954.6)</u>	<u>(5,773.1)</u>
Total liabilities	<u>(6,543.2)</u>	<u>(6,639.6)</u>
Total net assets	<u>451.1</u>	<u>528.2</u>
Equity		
Called up share capital	189.4	189.4
Revaluation reserve	58.7	58.7
Non-distributable reserve	52.6	53.8
Retained earnings	150.4	226.3
Shareholders' equity	<u>451.1</u>	<u>528.2</u>

Greensands Finance Holdings Limited

Summarised statement of changes in equity

For the six months ended 30 September 2019

	Called up share capital	Revaluation reserve	Non- distributable reserve	Retained earnings	Total
	£m	£m	£m	£m	£m
Balance at 1 April 2019	189.4	58.7	53.8	226.3	528.2
Profit/(loss) for the period	-	-	0.7	(75.8)	(75.1)
Other comprehensive loss for the period	-	-	-	(2.0)	(2.0)
Total comprehensive profit/(loss) for the period	-	-	0.7	(77.8)	(77.1)
Reserves transfer	-	-	(1.9)	1.9	-
Balance at 30 September 2019	189.4	58.7	52.6	150.4	451.1

Greensands Finance Holdings Limited

Consolidated statement of cash flows
For the six months to 30 September 2019

	Note	Period to 30 Sep 2019 Unaudited	Period to 30 Sep 2018 Unaudited
		£m	£m
Cash generated from operations	1	183.5	-
Investing activities			
Purchase of property, plant and equipment		(255.4)	-
Purchase of Intangibles assets		(9.0)	-
Receipt of grants and contributions		2.7	-
Proceeds on disposal of property, plant and equipment		0.2	-
Movement on loan to subsidiary		-	-
Proceeds from disposal of business		-	-
Net cash used in investing activities		(261.5)	-
Financing activities			
Interest received		6.9	-
Interest paid		(156.4)	-
Repayment of borrowings		(304.8)	-
Proceeds of new loans		100.0	-
Finance lease payments		(0.7)	-
Net cash used in financing activities		(355.0)	-
Net decrease in cash and cash equivalents		(433.0)	-
Cash and cash equivalents at the beginning of the period		511.1	-
Cash and cash equivalents at end of the period	2	78.1	-

Greensands Finance Holdings Limited

Notes to the interim financial information

1 Cash generated from operations

For the six months to 30 September 2019

	Period to 30 Sep 2019 Unaudited	Period to 30 Sep 2018 Unaudited
	£m	£m
Operating profit before interest and taxation	120.5	-
Depreciation of property, plant and equipment	121.9	-
Amortisation of Intangible assets	9.5	-
Amortisation of grants and contributions	(1.4)	-
Difference between pension charge and cash contributions	(16.5)	-
Fair value of sewer adoptions	(0.7)	-
Operating cash flows before movements in working capital	<u>233.3</u>	<u>-</u>
Increase in Inventory	(0.5)	-
Increase in receivables	(24.4)	-
Decrease in payables	(24.9)	-
Total net cash inflow from operating activities	<u>183.5</u>	<u>-</u>

2 Analysis of Consolidated Net Debt

For the six months to 30 September 2019

	At 1 April 2019	Cash flows	Other non-cash	Derivatives non-cash	At 30 Sep 2019
	£m	£m	£m	£m	£m
Cash	511.1	(433.0)	-	-	78.1
Borrowings:					
Current	(502.2)	200.7	(2.8)	-	(304.3)
Non-current	(3,830.8)	4.8	(50.0)	-	(3,876.0)
Financial derivatives:					
Net	(1,382.8)	-	-	(123.9)	(1,506.7)
Net Debt	<u>(5,204.7)</u>	<u>(227.5)</u>	<u>(52.8)</u>	<u>(123.9)</u>	<u>(5,608.9)</u>