

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

**For the six months ended 30 September 2021**

**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**

	<b>Page</b>
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 2021**

	<b>Period to 30 Sep 2021 Unaudited</b>	<b>Period to 30 Sep 2020 Unaudited</b>
	<b>£m</b>	<b>£m</b>
Continuing operations		
<b>Revenue</b>	412.8	379.6
Amortisation of provision for regulatory settlement payments	12.1	17.8
Other operating income	0.8	1.5
Operating costs:		
- before trade receivables impairment charge, depreciation and amortisation	(187.2)	(179.5)
- trade receivables impairment charge	(11.2)	(17.5)
- court fine and costs	(91.5)	-
- depreciation and amortisation	(150.4)	(140.1)
Total operating costs	<u>(440.3)</u>	<u>(337.1)</u>
<b>Operating (loss)/profit before interest and taxation</b>	<b><u>(14.6)</u></b>	<b><u>61.8</u></b>
Other income	0.1	-
Profit on disposal of fixed assets	0.8	0.3
Net finance costs	(87.4)	(87.2)
Fair value losses on derivative financial instruments	<u>(346.9)</u>	<u>(172.0)</u>
Net finance costs (including losses on derivative financial instruments)	<u>(434.3)</u>	<u>(259.2)</u>
<b>Loss before taxation</b>	<b><u>(448.0)</u></b>	<b><u>(197.1)</u></b>
Tax credit	1.8	37.5
<b>Loss after taxation from continuing operations</b>	<b><u><u>(446.2)</u></u></b>	<b><u><u>(159.6)</u></u></b>

**Greensands Finance Holdings Limited**

**Consolidated statement of other comprehensive income**  
**For the six months to 30 September 2021**

	<b>Period to 30 Sep 2021 Unaudited</b>	<b>Period to 30 Sep 2020 Unaudited</b>
	<b>£m</b>	<b>£m</b>
<b>Loss for the period</b>	(446.2)	(159.6)
<b>Items that cannot be reclassified to profit or loss</b>		
Actuarial loss on retirement benefit obligation	(20.2)	(132.4)
Deferred tax asset movement relating to retirement benefit obligation	(4.8)	25.2
	<u>(25.0)</u>	<u>(107.2)</u>
<b>Total comprehensive loss for the period</b>	<u><u>(471.2)</u></u>	<u><u>(266.8)</u></u>

**Greensands Finance Holdings Limited**

**Consolidated statement of financial position**

**As at 30 September 2021**

**Non-current assets**

Goodwill  
Intangible assets  
Property, plant and equipment  
Other non-current assets  
Investments  
Derivative financial instruments

**Current assets**

Inventories  
Trade and other receivables  
Cash and cash equivalents

**Total assets**

**Current liabilities**

Trade and other payables  
Borrowings  
Lease Liabilities  
Regulatory settlement liability  
Provisions for liabilities

**Non-current liabilities**

Borrowings  
Lease Liabilities  
Derivative financial instruments  
Deferred tax  
Retirement benefit obligations  
Regulatory settlement liability  
Provisions for liabilities  
Other non-current liabilities

**Total liabilities**

**Total net assets**

**Equity**

Share capital  
Revaluation reserve  
Non-distributable reserve  
Retained earnings  
**Shareholders' equity**

**As at  
30 Sep 2021  
Unaudited**

**As at  
31 Mar 2021  
Audited**

**£m**

**£m**

	0.4	0.4
	204.0	189.7
	6,834.0	6,702.7
	-	40.9
	5.8	5.8
	34.3	68.2
	<u>7,078.4</u>	<u>7,007.7</u>
	8.3	6.3
	254.1	233.5
	911.8	406.0
	<u>1,174.2</u>	<u>645.8</u>
	<u>8,252.6</u>	<u>7,653.5</u>
	(431.7)	(300.4)
	(118.3)	(104.0)
	(3.2)	(2.5)
	(24.4)	(24.2)
	(1.7)	(3.9)
	<u>(579.3)</u>	<u>(435.0)</u>
	(4,615.7)	(4,598.8)
	(29.1)	(27.2)
	(1,824.8)	(1,503.7)
	(199.0)	(196.0)
	(120.2)	(116.5)
	(63.3)	(75.6)
	(4.5)	(4.3)
	(163.9)	(159.4)
	<u>(7,020.6)</u>	<u>(6,681.3)</u>
	<u>(7,599.9)</u>	<u>(7,116.5)</u>
	<u>652.7</u>	<u>537.0</u>
	776.3	189.4
	58.7	58.7
	79.6	76.9
	(261.9)	212.0
	<u>652.7</u>	<u>537.0</u>

**Greensands Finance Holdings Limited**

**Summarised statement of changes in equity**

**For the six months ended 30 September 2021**

	Called up share capital	Revaluation reserve	Non-distributable reserve	Retained earnings	Total
	£m	£m	£m	£m	£m
<b>Balance at 1 April 2021</b>	<b>189.4</b>	<b>58.7</b>	<b>76.9</b>	<b>212.0</b>	<b>537.0</b>
Share issue	586.9	-	-	-	<b>586.9</b>
Profit/(loss) for the period	-	-	3.6	(449.8)	(446.2)
Other comprehensive loss for the period	-	-	-	(25.0)	(25.0)
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>-</b>	<b>3.6</b>	<b>(474.8)</b>	<b>(471.2)</b>
Reserves transfer	-	-	(0.9)	0.9	-
<b>Balance at 30 September 2021</b>	<b>776.3</b>	<b>58.7</b>	<b>79.6</b>	<b>(261.9)</b>	<b>652.7</b>

**Summarised statement of changes in equity**

**For the six months ended 30 September 2020**

	Called up share capital	Revaluation reserve	Non-distributable reserve	Retained earnings	Total
	£m	£m	£m	£m	£m
<b>Balance at 1 April 2020</b>	<b>189.4</b>	<b>58.7</b>	<b>60.2</b>	<b>620.9</b>	<b>929.2</b>
Loss for the period	-	-	-	(159.6)	(159.6)
Other comprehensive loss for the period	-	-	-	(107.2)	(107.2)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(266.8)</b>	<b>(266.8)</b>
Reserves transfer	-	-	(0.8)	0.8	-
<b>Balance at 30 September 2020</b>	<b>189.4</b>	<b>58.7</b>	<b>59.4</b>	<b>354.8</b>	<b>662.4</b>

**Greensands Finance Holdings Limited**

**Consolidated statement of cash flows**  
**For the six months to 30 September 2021**

	Note	Period to 30 Sep 2021 Unaudited	Period to 30 Sep 2020 Unaudited
		£m	£m
<b>Cash generated from operations</b>	<b>1</b>	62.0	149.3
<b>Investing activities</b>			
Interest received		0.2	0.7
Purchase of property, plant and equipment		(217.3)	(184.4)
Purchase of Intangibles assets		(18.3)	(3.9)
Proceeds on disposal of property, plant and equipment		0.6	0.1
Net movements on intercompany loans		162.2	-
<b>Net cash used in investing activities</b>		<b><u>(72.6)</u></b>	<b><u>(187.5)</u></b>
<b>Financing activities</b>			
Interest paid		(73.0)	(55.2)
Receipts on derivative financial instruments		11.9	13.9
Repayment of borrowings		(8.2)	(338.0)
Proceeds of new loans		-	812.9
Swap accretion payments		-	(96.5)
Finance lease payments		(1.2)	(0.5)
Proceeds from share issue		586.9	-
<b>Net cash from financing activities</b>		<b><u>516.4</u></b>	<b><u>336.6</u></b>
Net increase in cash and cash equivalents		505.8	298.4
Cash and cash equivalents at the beginning of the period		406.0	264.8
<b>Cash and cash equivalents at end of the period</b>	<b>2</b>	<b><u><u>911.8</u></u></b>	<b><u><u>563.2</u></u></b>



**Greensands Finance Holdings Limited**

**Notes to the interim financial information**

**1 Cash generated from operations**  
**For the six months to 30 September 2021**

	Period to 30 Sep 2021 Unaudited	Period to 30 Sep 2020 Unaudited
	£m	£m
Operating (loss)/profit before interest and taxation	(14.6)	61.8
Depreciation of property, plant and equipment	142.5	134.9
Amortisation of Intangible assets	7.9	5.2
Amortisation of grants and contributions	(0.8)	(1.4)
Receipt of grants and contributions	5.6	1.2
Difference between pension charge and cash contributions	(17.7)	(17.5)
Fair value of sewer adoptions	(3.6)	-
Operating cash flow before movements in working capital	<u>119.3</u>	<u>184.3</u>
Increase in Inventory	(2.0)	(0.5)
(Increase)/decrease in receivables	(126.3)	5.2
Increase/(decrease) in payables	85.2	(20.5)
Decrease in provision for for regulatory settlement payments	(12.1)	(17.8)
Decrease in environmental provisions	(2.1)	(1.3)
<b>Total net cash inflow from operating activities</b>	<b><u>62.0</u></b>	<b><u>149.3</u></b>

**2 Analysis of Consolidated Net Debt**

**For the six months to 30 September 2021**

	At 1 April 2021	Cash flows	Other non-cash	Derivatives non-cash	At 30 Sep 2021
	£m	£m	£m	£m	£m
Cash	406.0	505.8	-	-	911.8
Borrowings:					
Current	(104.0)	-	(14.3)	-	(118.3)
Non-current	(4,598.8)	(11.7)	(5.2)	-	(4,615.7)
Finance leases:					
Current and non-current	(29.7)	1.2	(3.9)	-	(32.4)
Financial derivatives:					
Net	(1,435.5)	(11.9)	-	(343.1)	(1,790.5)
<b>Net Debt</b>	<b><u>(5,762.0)</u></b>	<b><u>483.4</u></b>	<b><u>(23.4)</u></b>	<b><u>(343.1)</u></b>	<b><u>(5,645.1)</u></b>

**For the six months to 30 September 2020**

	At 1 April 2020	Cash flows	Other non-cash	Derivatives non-cash	At 30 Sep 2020
	£m	£m	£m	£m	£m
Cash	264.8	298.4	-	-	563.2
Borrowings:					
Current	(783.5)	330.0	-	-	(453.5)
Non-current	(3,474.3)	(804.8)	(21.4)	-	(4,300.5)
Finance leases:					
Current and non-current	(30.4)	0.5	(0.7)	-	(30.6)
Financial derivatives:					
Net	(1,382.8)	-	-	(123.9)	(1,506.7)
<b>Net Debt</b>	<b><u>(5,406.2)</u></b>	<b><u>(175.9)</u></b>	<b><u>(22.1)</u></b>	<b><u>(123.9)</u></b>	<b><u>(5,728.1)</u></b>