

**SAFEWASTE LIMITED**

**Registered number 02485860**

**REPORT AND FINANCIAL STATEMENTS**

**For the year ended 31 March 2020**

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# **SAFEWASTE LIMITED**

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## **SAFEWASTE LIMITED**

### **DIRECTORS' REPORT**

The Directors present their report and the audited financial statements of the Company for the year ended 31 March 2020.

#### **Business review, principal activities and future outlook**

The principal activities of the Company were the operation of landfill sites, recycling and the provision of skip hire services until 2007. The Company now functions solely to meet its obligations for the aftercare of its closed landfill site.

The loss before taxation for the year was £53,000 (2019: £23,000). The loss transferred to the reserves for the year was £47,000 (2019: £31,000).

#### **Dividends**

The Directors do not recommend payment of a final dividend (2019: £nil).

#### **Key performance indicators**

Given the straightforward nature of the business following the discontinuance of the Company's principal activity, the Directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the company.

#### **Principal risks and uncertainties**

The Company is a wholly-owned subsidiary of Renewi plc. Risks are managed at a group level in accordance with the risk management framework of Renewi plc. The principal risks and uncertainties of Renewi plc are discussed in its Annual Report and Accounts for the year ended 31 March 2020.

#### **Financial risk management**

A discussion of the objectives and policies employed in managing risk and the Company's use of financial instruments can be found in the Renewi plc Annual Report and Accounts for the year ended 31 March 2020.

#### **Directors**

The directors who held office during the year, and up to the date of signing the financial statements, unless otherwise stated, were as follows:

P B Griffin-Smith  
M N Robinson

#### **Going Concern**

The Directors believe that preparing the financial statements on the going concern basis is appropriate due to the continued financial support of the ultimate parent company, Renewi plc. The Directors have received confirmation that Renewi plc intend to support the Company for at least one year after these financial statements are signed.

Management has considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the entity's ability to continue as a going concern.

#### **Independent auditors**

Pursuant to Section 487 of the Companies Act 2006, PricewaterhouseCoopers LLP will not be reappointed as auditors and therefore will step down from current office. BDO LLP will be appointed as successor auditors for the next financial year.

## **SAFEWASTE LIMITED**

### **DIRECTORS' REPORT - continued**

#### **Statement of Directors' Responsibilities**

The Directors are responsible for preparing the Directors' 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", 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 then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards, including FRS 101 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.

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.

The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention of fraud and other irregularities.

#### **Disclosure of information to Auditors**

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

- (a) so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- (b) 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.

On behalf of the board



P B Griffin-Smith  
Director  
20 August 2020

#### **Registered office**

Dunedin House  
Auckland Park  
Mount Farm  
Milton Keynes  
Buckinghamshire  
MK1 1BU

## **SAFEWASTE LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SAFEWASTE LIMITED**

#### **Report on the audit of the financial statements**

##### **Opinion**

In our opinion, Safewaste Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", 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 Report and Financial Statements (the "Annual Report"), which comprise: the balance sheet as at 31 March 2020; the statement of comprehensive income, the statement of changes in equity for the year then 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 where:

- 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.

##### **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

## **SAFEWASTE LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SAFEWASTE LIMITED - continued**

#### **Reporting on other information (continued)**

With respect to the 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.

#### *Directors' Report*

In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 31 March 2020 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 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 3, 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](http://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.

## **SAFEWASTE LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SAFEWASTE LIMITED - continued**

#### **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.

##### **Entitlement to exemptions**

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to take advantage of the small companies exemption from preparing a strategic report. 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  
London

20 August 2020

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 March 2020**

	Note	2020 £'000	2019 £'000
Administrative expenses		(31)	-
<b>Operating (loss)/result</b>	3	(31)	-
Finance expenses	6	(22)	(23)
<b>Loss before taxation</b>		(53)	(23)
Tax on loss	7	6	(8)
<b>Loss for the financial year</b>		(47)	(31)
<b>Other comprehensive expense</b>			
Items that are or may be reclassified subsequently to profit or loss		-	-
<b>Total comprehensive expense for the year</b>		(47)	(31)

The notes on pages 10 to 14 form an integral part of these financial statements.



**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**BALANCE SHEET**  
**As at 31 March 2020**

	Note	2020 £'000	2019 £'000
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	8	-	-
		<u>-</u>	<u>-</u>
<b>Current assets</b>			
Trade and other receivables	9	794	831
		<u>794</u>	<u>831</u>
<b>Total assets</b>		<u>794</u>	<u>831</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Provisions	10	(519)	(489)
		<u>(519)</u>	<u>(489)</u>
<b>Current liabilities</b>			
Provisions	10	(33)	(47)
Trade and other payables	11	(4)	(4)
Current tax payable		(2)	(8)
		<u>(39)</u>	<u>(59)</u>
<b>Total liabilities</b>		<u>(558)</u>	<u>(548)</u>
<b>Net assets</b>		<u>236</u>	<u>283</u>
<b>Equity</b>			
Share capital	12	-	-
Retained earnings		236	283
		<u>236</u>	<u>283</u>
<b>Total equity</b>		<u>236</u>	<u>283</u>

The notes on pages 10 to 14 form an integral part of these financial statements.

The financial statements on pages 7 to 14 were approved by the Board of Directors on 20 August 2020 and were signed on its behalf by:

  
P B Griffin-Smith  
Director

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**STATEMENT OF CHANGES IN EQUITY**  
**For the year ended 31 March 2020**

	Share capital £'000	Retained earnings £'000	Total equity £'000
Balance at 1 April 2018	-	314	314
<b>Total comprehensive expense for the year</b>			
Loss for the financial year	-	(31)	(31)
	<hr/>	<hr/>	<hr/>
Total comprehensive expense for the year	-	(31)	(31)
	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2019</b>	<hr/> <b>-</b> <hr/>	<hr/> <b>283</b> <hr/>	<hr/> <b>283</b> <hr/>

	Share capital £'000	Retained earnings £'000	Total equity £'000
Balance at 1 April 2019	-	283	283
<b>Total comprehensive expense for the year</b>			
Loss for the financial year	-	(47)	(47)
	<hr/>	<hr/>	<hr/>
Total comprehensive expense for the year	-	(47)	(47)
	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2020</b>	<hr/> <b>-</b> <hr/>	<hr/> <b>236</b> <hr/>	<hr/> <b>236</b> <hr/>

The notes on pages 10 to 14 form an integral part of these financial statements.

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2020**

**1 Accounting Policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements, except where noted.

**General information**

Safewaste Limited (the "Company") is a private Company limited by shares, incorporated and domiciled in the United Kingdom. The address of the registered office is given in the Directors' Report.

The Company's ultimate parent undertaking, Renewi plc, includes the Company in its consolidated financial statements. The consolidated financial statements of Renewi plc are prepared in accordance with International Financial Reporting Standards and are available to the public and may be obtained from Dunedin House, Auckland Park, Milton Keynes, Buckinghamshire, MK1 1BU.

**Basis of preparation**

The financial statements have been prepared on the historical cost basis in accordance with applicable law, the Companies Act 2006 and Financial Reporting Standard 101 'Reduced Disclosure Framework (FRS 101)'. The presentation currency of these financial statements is sterling and all amounts have been rounded to the nearest £1,000.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("IFRSs"), but make amendments where necessary to comply with Companies Act 2006 as applicable to companies reporting under IFRS 101.

The Company is a qualifying entity and has applied the following disclosure exemptions in the preparation of the financial statements under FRS 101:

- a Cash Flow Statement and related notes;
- disclosures in respect of capital management;
- disclosures in respect of financial instruments under IFRS 7;
- the effects of new but not yet effective IFRSs;
- disclosure in respect of related party transactions with key management personnel or wholly owned subsidiaries within the group.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Judgements made by the Directors, in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in note 2.

**New standards, amendments and interpretations**

There were no new, amendments to other standards or interpretations adopted for the first time for the Company's financial year beginning 1 April 2019 that had significant impact on these financial statements.

**Going concern**

The financial statements are prepared on a going concern basis, as it is the intention of Renewi plc to take steps to make arrangements for present, future or contingent obligations of the Company, both for capital and interest, to be met for the foreseeable future.

Management has considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the entity's ability to continue as a going concern.

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2020 - continued**

**1 Accounting Policies - continued**

**Finance expenses**

Finance expenses comprise the unwinding of discounts on provisions held. Interest expense is recognised on an accruals basis in profit or loss.

**Provisions**

Provisions are recognised where there is a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the effect of the time value of money is material the value of a provision is the present value of the expenditures expected to be required to settle the obligation. The discount rates are reviewed at each year end with consideration given to appropriate market rates and the risk in relation to each provision. The unwinding of the discount to present value is included within finance costs.

*Aftercare provision*

Post closure of landfill sites, including items such as monitoring, gas and leachate management and licensing, have been estimated by management based on current best practice and technology available. These costs may be impacted by a number of factors including changes in legislation and technology. The dates of payments of these aftercare costs are uncertain but are anticipated to be over a period of approximately 30 years from closure of the relevant landfill site.

**Taxation**

*Current tax*

Current tax is based on taxable profit or loss for the year. Taxable profit differs from profit before tax in the profit or loss because it excludes items of income or expense that are taxable or deductible in other years or that are never taxable or deductible. The asset or liability for current tax is calculated using tax rates and laws that have been enacted, or substantively enacted, at the balance sheet date.

**Discounting**

Long term provisions are calculated based on the net present value of estimated future costs. The effects of inflation and unwinding of the discount element on existing provisions are reflected in the financial statements as a finance charge.

**Financial instruments**

*Trade payables*

Trade payables are not interest bearing and are stated initially at fair value and subsequently held at amortised cost.

**2 Key accounting judgements and estimates**

The preparation of financial statements in accordance with FRS 101 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The areas involving a higher degree of judgement or complexity are set out below and in more detail in the related notes.

*Provisions*

Aftercare provisions are recognised in the financial statements at the net present value of the estimated future expenditure required to settle the Company's restoration and aftercare provisions. A discount is applied to recognise the time value of money and is unwound over the life of the provision.

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2020 - continued**

**3 Operating loss**

	2020 £'000	2019 £'000
The operating loss is stated after charging:		
Change in discount rate of aftercare provision	31	-

Audit fees of £1,000 (2019: £1,000) was borne by a related party undertaking.

**4 Staff numbers and employee information**

There were no employees of the Company in the year (2019: nil). The Company's fellow subsidiary, Renewi UK Services Limited, was contracted to provide management and administrative support to the Company.

**5 Directors' emoluments**

The Directors were not remunerated for their services to the Company in the current or prior year, neither did the Directors accrue any retirement benefits in respect of service to the Company (2019: £nil). None of the emoluments paid to the Directors by the other group companies related to the services of this company (2019: £nil).

**6 Finance expenses**

	2020 £'000	2019 £'000
Unwinding of discount on provisions	22	23

**7 Tax on loss**

The taxation based on the loss for the year is made up as follows:

	2020 £'000	2019 £'000
<b>Current tax</b>		
Current year	2	8
Adjustments in respect of prior year	(8)	-
Tax (credit)/charge on loss on ordinary activities	(6)	8

The tax on the Company's loss on ordinary activities for the year differs (2019: differs) from the UK standard rate of tax of 19% (2019: 19%), as explained below:

	2020 £'000	2019 £'000
Loss before taxation	(53)	(23)
Tax using the UK corporation tax rate of 19% (2019: 19%)	(10)	(4)
Adjustments in respect of prior year	(8)	-
Other permanent differences	12	12
Total tax (credit)/charge for the year	(6)	8

Changes to the UK corporation tax rates were substantively enacted as part of Finance Bill 2020 (on 17 March 2020). This included setting the main corporation tax rate at 19% from 1 April 2020.

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2020 - continued**

**8 Property, plant and equipment**

	Landfill sites £'000
<b>Cost or valuation:</b>	
At 1 April 2019 and 31 March 2020	393
<b>Accumulated Depreciation:</b>	
At 1 April 2019 and 31 March 2020	393
<b>Net book value:</b>	
At 31 March 2019 and 31 March 2020	-

**9 Trade and other receivables**

	2020 £'000	2019 £'000
Amounts owed by group undertakings	794	831

Amounts owed by group undertakings are repayable on demand, unsecured and interest free.

**10 Provisions**

	Aftercare £'000
Balance at 1 April 2019	536
Additional provision - change in discounting rate	31
Utilised in the year	(37)
Finance charges - unwinding of discounted amount	22
Balance at 31 March 2020	552
Current	33
Non-current	519
As at 31 March 2020	552
Current	47
Non-current	489
As at 31 March 2019	536

**11 Trade and other payables**

	2020 £'000	2019 £'000
Trade payables	4	4

**SAFEWASTE LIMITED**  
**REGISTERED IN ENGLAND NUMBER 02485860**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2020 - continued**

**12 Share capital**

	2020 £	2019 £
Allotted, called up and fully paid:		
1 (2019:1) ordinary shares at £1 each	<u>1</u>	<u>1</u>

**13 Related parties**

The Company has taken advantage of the exemption under FRS 101 not to disclose transactions with key management personnel or companies which are wholly owned within the Renewi plc group.

**14 Ultimate parent company and parent company of larger group**

The Company's immediate parent company is Renewi UK Services Limited, a company registered in England and Wales. The Company's ultimate parent and ultimate controlling company is Renewi plc, a company incorporated in Scotland. Renewi plc is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 31 March 2020. The consolidated financial statements of Renewi plc can be obtained from the Company Secretary, Renewi plc, Dunedin House, Auckland Park, Mount Farm, Milton Keynes, Buckinghamshire, MK1 1BU.