

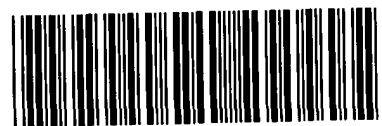
**RENEWI SRF TRADING LIMITED**

**Registered number 2563623**

**REPORT AND FINANCIAL STATEMENTS**

**For the year ended 31 March 2019**

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# **RENEWI SRF TRADING LIMITED**

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## **RENEWI SRF TRADING LIMITED**

### **STRATEGIC REPORT**

The Directors present their Strategic Report for the Company for the year ended 31 March 2019.

#### **Principal activities, business review and future outlook**

The Company did not trade during the year.

The Company's result before taxation was £nil (2018: £1,462,000 profit). All activities are in line with the Directors' plans for the Company. The loss for the financial year was £87,000 (2018: £1,829,000 profit).

At the end of the year, the accumulated losses stood at £5,267,000 (2018: £5,180,000 losses).

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

Given the non-trading status of the business, 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's ultimate controlling parent is 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 2019.

#### **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 2019.

On behalf of the board



A D Brookes  
Director  
16 October 2019

#### **Registered office**

Dunedin House  
Auckland Park  
Mount Farm  
Milton Keynes  
Buckinghamshire  
MK1 1BU  
Registered number: 2563623

## **RENEWI SRF TRADING LIMITED**

### **DIRECTORS' REPORT**

The Directors present their report and the audited financial statements of the Company for the year ended 31 March 2019.

#### **Dividends**

The Directors do not recommend payment of a final dividend (2018: £nil).

#### **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:

A D Brookes  
N R Miles

#### **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.

#### **Independent auditors**

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and PricewaterhouseCoopers LLP will therefore continue in office.

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

The Directors are responsible for preparing the Strategic Report, 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.

**RENEWI SRF TRADING LIMITED**

**DIRECTORS' REPORT - continued**

**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

A handwritten signature in black ink, appearing to read 'A D Brookes', with a long horizontal flourish extending to the right.

A D Brookes  
Director  
16 October 2019

## **RENEWI SRF TRADING LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RENEWI SRF TRADING LIMITED**

#### **Report on the financial statements**

##### *Opinion*

In our opinion, Renewi SRF Trading Limited's financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2019 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 2019; the Statement of Comprehensive Income for the year ended 31 March 2019, and the Statement of Changes in Equity for the year ended 31 March 2019; 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*

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.

We have nothing to report in respect of the above matters.

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. For example, the terms on which the United Kingdom may withdraw from the European Union are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

##### *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.

## **RENEWI SRF TRADING LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RENEWI SRF TRADING LIMITED - continued**

#### *Reporting on other Information - continued*

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 March 2019 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 audit**

#### *Responsibilities of the Directors for the financial statements*

As explained more fully in the Statement of Directors' Responsibilities set out on page 4, 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.

**RENEWI SRF TRADING LIMITED**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RENEWI SRF TRADING 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.



Matthew Mullins (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London

16 October 2019



**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 31 March 2019**

	Note	2019 £'000	2018 £'000
Revenue	2	-	2,919
Cost of sales (including exceptional items)		-	(1,280)
Gross result/profit	4	-	1,639
Operating loss before exceptional items		-	(3)
Exceptional items	4	-	1,642
Operating result/profit after exceptional items		-	1,639
Finance charges	6	-	(177)
Result/profit before taxation		-	1,462
Taxation	7	(87)	367
Total comprehensive (loss)/profit for the financial year		(87)	1,829

The notes on pages 12 to 16 form an integral part of these financial statements.

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**BALANCE SHEET**  
**As at 31 March 2019**

	Note	2019 £'000	2018 £'000
<b>Assets</b>			
<b>Current assets</b>			
Current tax receivable		-	327
<b>Total assets</b>		-	327
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	8	(5,267)	(5,507)
		(5,267)	(5,507)
<b>Total liabilities</b>		(5,267)	(5,507)
<b>Net liabilities</b>		(5,267)	(5,180)
<b>Equity</b>			
Share capital	9	-	-
Accumulated losses		(5,267)	(5,180)
<b>Total deficit</b>		(5,267)	(5,180)

The notes on pages 12 to 16 form an integral part of these financial statements.

The financial statements on pages 9 to 16 were approved by the Board of Directors on 16 October 2019 and were signed on its behalf by:

  
A D Brookes  
Director

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**STATEMENT OF CHANGES IN EQUITY**  
**For the year ended 31 March 2019**

	Share capital £'000	Accumulated losses £'000	Total equity £'000
Balance at 1 April 2017	-	(7,009)	(7,009)
<b>Total comprehensive income for the year</b>			
Profit for the financial year	-	1,829	1,829
	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	1,829	1,829
	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2018</b>	-	(5,180)	(5,180)

	Share capital £'000	Accumulated losses £'000	Total equity £'000
Balance at 1 April 2018	-	(5,180)	(5,180)
<b>Total comprehensive expense for the year</b>			
Loss for the financial year	-	(87)	(87)
	<hr/>	<hr/>	<hr/>
Total comprehensive expense for the year	-	(87)	(87)
	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2019</b>	-	(5,267)	(5,267)

The notes on pages 12 to 16 form an integral part of these financial statements.

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2019**

**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**

Renewi SRF Trading Limited (the "Company") is a Company incorporated and domiciled in the United Kingdom. The address of the registered office is given in the Strategic 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, as modified by the revaluation of financial assets and financial instruments, 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.

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; and
- the effects of new but not yet effective IFRSs;

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 15.

**New standards, amendments and interpretations**

The Company has adopted IFRS 9 Financial Instruments from 1 April 2018. This standard has resulted in changes in the accounting policies for classification, measurement and impairment of financial assets. There have been no adjustments to the amounts previously recognised in the financial statements or to the classification and measurement of financial instruments.

The Company has adopted IFRS 15 from 1 April 2018 and no prior year restatements are required. The company has amended its accounting policies accordingly. There is no 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, to be met for the foreseeable future.

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2019 - continued**

**1 Accounting Policies - continued**

**Revenue recognition**

*Revenue*

Revenue represents the fair value of consideration received or receivable, including landfill tax but excluding value added tax and discounts for goods and services provided in the normal course of business. Revenue is recognised when it can be reliably measured and when it is probable that future economic benefits will flow to the entity.

Revenue recognition criteria for the key types of transactions are as follows:

- sales of recycle materials and products from waste - revenue is based on contractually agreed prices and is recognised when the risks and rewards have passed to the buyer.

**Finance charges**

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

**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.

**Exceptional items**

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the Company. They are material items of income or expense that have been shown separately due to the significance of their nature or amount.

**Financial instruments**

*Other receivables and other payables*

Other receivables and other payables are initially recognised at fair value and subsequently measured at amortised cost.

**2 Revenue**

The revenue is wholly attributable to the Company's business of waste management in the United Kingdom.

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2019 - continued**

**3 Operating result**

	2019 £'000	2018 £'000
The operating result is stated after crediting:		
Exceptional cost of sales	-	1,642

The auditors' remuneration of £5,000 (2018: £5,000) was borne by a related party undertaking.

**4 Staff numbers and employee information**

There were no employees of the Company in the year (2018: 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 (2018: £nil). None of the emoluments paid to the Directors by the other group companies related to the services of this company (2018: £nil).

**6 Finance charges**

	2019 £'000	2018 £'000
Unwinding of discount on provisions	-	177

**7 Taxation**

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

	2019 £'000	2018 £'000
<b>Current tax</b>		
Current year	-	(327)
Adjustments in respect of prior year	87	(40)
<b>Tax charge/(credit) for the year</b>	<b>87</b>	<b>(367)</b>

The tax on the Company's loss for the year differs (2018: differs) from the UK standard rate of tax of 19% (2018: 19%), as explained below:

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2019- continued**

**7 Taxation - continued**

	2019 £'000	2018 £'000
Result/profit before tax	-	1,462
Tax using the UK corporation tax rate of 19% (2018: 19%)	-	278
Adjustments in respect of prior year	87	(40)
Non deductible income	-	(605)
Total tax charge/(credit) for the year	87	(367)

Changes to the UK corporation tax rates were substantively enacted as part of the Finance Bill 2016 (on 7 September 2016). This included a reduction to the main rate from 19% to 17% from 1 April 2020.

**Unrecognised deferred tax asset**

No deferred tax asset has been recognised in respect of £nil trading losses (2018: £72,000) due to the unpredictability of future profit streams. Trading losses may be carried forward and offset against future profits of the same trade.

**8 Trade and other payables**

	2019 £'000	2018 £'000
Amounts owed to group undertakings	5,267	5,507

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

**9 Share capital**

	2019 £	2018 £
Allotted, called up and fully paid: 2 (2018: 2) ordinary shares at £1 each	2	2

**10 Contingent liabilities**

The Company is a member of a HMRC Group VAT registration and as at 31 March 2019 the receivable under this registration was of £957,000 (2018: liability of £771,000). Where appropriate, the Company element is included within other taxation and social security creditors.

The Company is also a member of a HMRC Group Payment arrangement for corporation tax and as at 31 March 2019 had a contingent liability of £645,000 (2018: £647,000) under this arrangement.

**RENEWI SRF TRADING LIMITED**  
**REGISTERED IN ENGLAND NUMBER 2563623**

**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 March 2019 - continued**

**11 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.

**12 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 2019. 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.