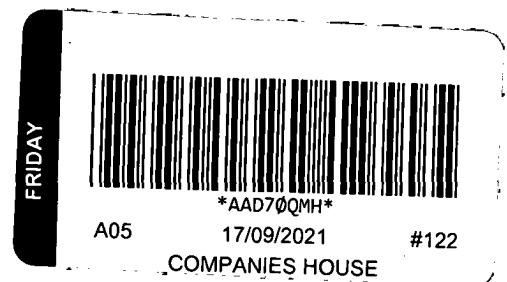

HDD LLANELLI LIMITED

UNAUDITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021



HDD LLANELLI LIMITED

COMPANY INFORMATION

Directors	R Upton M S Weiner (resigned 31 May 2021) M R Potter M O Shepherd (resigned 19 June 2021) J G Christmas (appointed 27 May 2021) G M Richardson (appointed 19 June 2021)
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Company secretary	C J Barton
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Registered number	06756319
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Registered office	7A Howick Place London SW1P 1DZ
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HDD LLANELLI LIMITED

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HDD LLANELLI LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2021

Business review, principal activities and future developments

The principal activity of the company during the year and for the foreseeable future is that of property development. The Directors do not foresee any change in the future activities of the company.

The company did not trade during the current period and preceding financial year and made neither a profit nor a loss. There were also no other recognised gains and losses for the current period or preceding financial year. Accordingly, neither a Statement of comprehensive income nor a Statement of changes in equity have been presented.

The Directors do not recommend the payment of a dividend (year ended 31 March 2020: £Nil).

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The company is a member of the U and I Group PLC group of companies. Further discussion of the risks and uncertainties, in the context of the group as a whole, is provided in the group's annual report which does not form part of this report.

The outbreak of Covid-19, declared by the World Health Organization as a "Global Pandemic" on 11 March 2020, creates an unprecedented degree of uncertainty over both the severity of the risks and the effectiveness of mitigating actions.

Financial key performance indicators (KPIs)

The Directors of U and I Group PLC manage the group's operations on a group basis. For this reason, the company's Directors believe that an analysis using KPIs for the company is not necessary or appropriate for an understanding of the development, performance or position of the business of the company. The development, performance and position of the group is discussed in the group's annual report which does not form part of this report.

This report was approved by the board on 13th September 2021 and signed by its order.

JC

J G Christmas
Director

HDD LLANELLI LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Directors present their report and the financial statements for the year ended 31 March 2021.

Results and dividends

The profit for the year, after taxation, amounted to £NIL (2020 - £Nil).

The Directors do not recommend the payment of a dividend (year ended 31 March 2020: £Nil).

Details of the business review and future developments of the company are discussed in the Strategic report on page 1.

Directors

The Directors who served during the year and up to the date of signing of these financial statements were:

R Upton
M S Weiner (resigned 31 May 2021)
M R Potter
M O Shepherd (resigned 19 June 2021)
J G Christmas (appointed 27 May 2021)
G M Richardson (appointed 17 June 2021)

Going concern

At 31 March 2021, the Company is in a net current liability position as a result of an intergroup loan due to Development Securities (HDD) Limited (the "Parent Company") and relies on the support of its ultimate controlling parent ("U and I Group PLC"). 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 U and I Group PLC. The Directors have received confirmation that for the foreseeable future, U and I Group PLC intends to support the company such that it can meet its liabilities as they fall due.

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 U and I Group PLC. The Directors have received confirmation that for the foreseeable future, U and I Group PLC intends to support the company such that it can meet its liabilities as they fall due. In the U and I Group PLC financial statements for the year ended 31 March 2021 that were issued on 25 May 2021, there were indicators of material uncertainty which may cast significant doubt on U and I Group PLC's ability to continue as a going concern. This in turn leads to uncertainty about the Parent Company's ability to support the Company. This indicates a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the Company were unable to continue as a going concern.

Qualifying third party indemnity provisions

The company maintains Directors' and officers' liability insurance, which is reviewed annually and is considered to be adequately insured. Such qualifying third party indemnity provisions were in place during the year and remain in place at the date of approving the Directors' report.

This report was approved by the board on
signed on its behalf.

and

JC
J G Christmas
Director

HDD LLANELLI LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 MARCH 2021

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 elected to prepare the audited financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the audited 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 for the company's financial statements and then 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;
- 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 to enable them to ensure that the financial statements comply with the Companies Act 2006. 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 the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements and other information included in Directors' reports may differ from legislation in other jurisdictions.

HDD LLANELLI LIMITED
REGISTERED NUMBER: 06756319

BALANCE SHEET
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Current assets			
Debtors	4	-	40,000
		-	40,000
Creditors	5	(591,688)	(631,688)
Net current liabilities		(591,688)	(591,688)
Total assets less current liabilities		(591,688)	(591,688)
Net liabilities		<u>(591,688)</u>	<u>(591,688)</u>
Capital and reserves			
Called up share capital	6	2	2
Retained earnings		(591,690)	(591,690)
		<u>(591,688)</u>	<u>(591,688)</u>

For the year ended 31 March 2021 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

JC

J G Christmas
Director

The notes on pages 5 to 7 form part of these financial statements.

HDD LLANELLI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. General information

HDD Llanelli Limited is a property development company. There were also no other recognised gains and losses for the current period or preceding financial year. Accordingly, neither a Statement of comprehensive income nor a Statement of changes in equity have been presented.

The company is a private company limited by shares and is incorporated and domiciled in England. The address of its registered office is 7A Howick Place, London, SW1P 1DZ.

2. Accounting policies

2.1 Basis of preparation of financial statements

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 UK and the Republic of Ireland (FRS 102) and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Going concern

At 31 March 2021, the Company is in a net current liability position as a result of an intergroup loan due to Development Securities (HDD) Limited (the "Parent Company") and relies on the support of its ultimate controlling parent ("U and I Group PLC").

The Directors have received confirmation that for the foreseeable future, U and I Group PLC intends to support the company such that it can meet its liabilities as they fall due. The Directors have therefore prepared the financial statements on a going concern basis.

In the U and I Group PLC financial statements for the year ended 31 March 2021 that were issued on 25 May 2021 there were indicators of material uncertainty which may cast significant doubt on U and I Group PLC's ability to continue as a going concern. This in turn leads to uncertainty about U and I Group PLC's ability to support the Company which indicates the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the Company were unable to continue as a going concern

2.3 Exemptions for qualifying entities under FRS 102

The company has taken advantage of the exemption, under FRS 102 paragraph 1.12(b), from preparing a statement of cash flows, on the basis that it is a qualifying entity and its ultimate parent company, U and I Group PLC, includes the company's cash flows in its own consolidated financial statements.

This company discloses transactions with related parties which are not wholly owned within the U and I Group PLC group. It does not disclose transactions with members of the U and I Group PLC group that are wholly owned.

HDD LLANELLI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.4 Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors and loans to and from group undertakings.

Financial assets

Cash at bank and in hand – Cash comprises cash in hand and on-demand deposits less overdrafts. Cash equivalents comprise short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Debtors – Debtors are recognised and carried at the original transaction value and subsequently measured at amortised cost. A provision for impairment is established where there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the debtors concerned.

Financial liabilities

Trade creditors – Trade creditors are recognised at the original transaction value and subsequently measured at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of financial statements in accordance with FRS 102 requires the use of certain critical accounting estimates and judgements. It also requires management to exercise judgement in the process of applying the company's accounting policies. Not all of these accounting policies require management to make difficult, subjective or complex judgements or estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates. The following is intended to provide an understanding of the policies that management consider critical because of the level of complexity, judgement or estimation involved in their application and their impact on the financial statements.

Debtors

The company is required to estimate when there is sufficient objective evidence to require the impairment of individual debtors. It does this on the basis of the age of the relevant receivables, external evidence of the credit status of the debtor entity and the nature of any disputed amounts.

HDD LLANELLI LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

4. Debtors

	2021 £	2020 £
Other debtors	-	40,000
	<u>-</u>	<u>40,000</u>

5. Creditors

	2021 £	2020 £
Amounts owed to group undertakings	591,688	493,688
Accruals	-	138,000
	<u>591,688</u>	<u>631,688</u>

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

6. Called up share capital

	2021 £	2020 £
Allotted, called up and fully paid		
2 (2020 - 2) Ordinary shares of £1.00 each	<u>2</u>	<u>2</u>

7. Controlling party

The immediate parent company is Development Securities (HDD) Limited. The ultimate parent and controlling company of the largest and smallest group of which HDD Llanelli Limited is a member and for which consolidated financial statements are produced is U and I Group PLC.

Both companies are incorporated in Great Britain and registered in England and Wales.

Copies of the annual report and financial statements of U and I Group PLC and Development Securities (HDD) Limited can be obtained from 7A Howick Place, London SW1P 1DZ.