

Registration number: 7284853

CKI Number 1 Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2021



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COMPANY INFORMATION

Directors Andrew John Hunter
 Basil Scarsella
 Duncan Nicholas Macrae
 Edmond Tak Chuen Ip
 Hing Lam Kam

Company Secretary Andrew Pace

Registered office Newington House
 237 Southwark Bridge Road
 London
 SE1 6NP
 United Kingdom

Auditor Deloitte LLP
 Statutory Auditor
 1 New Street Square
 London
 EC4A 3HQ
 United Kingdom

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Directors present their Strategic Report for the year ended 31 March 2021.

Principal activity

CKI Number 1 Limited (the "Company") is an investment holding company. The Company's investments are detailed in note 8.

Review of the business

The Company receives income from associate undertakings in the form of dividends and interest which are paid on as ordinary dividends to the immediate parent company CKI Number 2 Limited.

The profit for the year, before taxation amounted to £118,461,000 (2020: £118,563,000) and after taxation, to £112,622,000 (2020: £112,716,000).

Dividends of £112,700,000 (2020: £112,650,000) were paid during the year.

Principal risks and uncertainties

Due to the nature of the Company's business and the assets and liabilities contained within the Company's balance sheet, the Directors consider credit risk and liquidity risk to be the key financial risks.

The Company's exposure to these risks is reduced as it is a wholly owned subsidiary of the CKI group of companies. Credit risk is mitigated by the nature of the debtor balances owed, with these being due from associate undertakings of strong financial standing. In addition, liquidity risk is mitigated by the strong financial standing of the parent company CK Infrastructure Holdings Limited.

Future developments

The Directors expect the Company to maintain a consistent level of performance in the future.

There is still uncertainty in predicting the full extent and duration of the COVID-19 impact on the economy. The Directors consider the effects of the COVID-19 pandemic to be a temporary disruption which will not have a material effect on the future financial position and prospects of the Company.

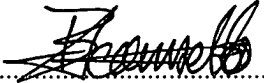
Going concern

In the year ended 31 March 2021 the Company earned a profit after tax of £112,622,000 and at that date held net current assets of £307,472,000 with an overall net asset position of £865,139,000.

Despite the uncertainty in the economic climate due to the COVID-19 pandemic, the Directors are confident that the Company has adequate resources to meet its obligations as they fall due in the twelve month period following the approval of these financial statements and to continue operating for the foreseeable future. Therefore the Directors continue to adopt the going concern basis in preparing the financial statements.

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2021

Approved by the Board on 11 August 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Basil Scarsella', written over a dotted line.

Basil Scarsella
Director

Newington House
237 Southwark Bridge Road
London
SE1 6NP
United Kingdom

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Directors present their Annual Report including the Audited Financial Statements of the Company for the year ended 31 March 2021. Details of the Company's risk management objectives and policies, future developments and going concern are included in the Strategic Report and form part of this report by cross reference.

Political contributions

The Company made no political donations in the current or prior year.

Directors of the Company

The Directors who held office during the year were as follows:

Andrew John Hunter

Basil Scarsella

Duncan Nicholas Macrae

Edmond Tak Chuen Ip

Hing Lam Kam

None of the Directors had a service contract with the Company in the current or prior year.

The Company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

Disclosure of information to Auditor

Each of the persons who is a director of the Company at the date of approval of this Annual Report confirms that:

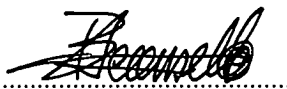
- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the Director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Auditor

Deloitte LLP have expressed their willingness to continue in office as Auditor and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board on 11 August 2021 and signed on its behalf by:



Basil Scarsella
Director

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors acknowledge their responsibilities for preparing the Annual 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 financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards 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. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CKI NUMBER 1 LIMITED

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of CKI Number 1 Limited (the 'Company'):

- give a true and fair view of the state of the Company's affairs as at 31 March 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the Profit and Loss Account;
- the Statement of Comprehensive Income;
- the Balance Sheet;
- the Statement of Changes in Equity; and
- the related notes 1 to 13 including a summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the "FRC's") Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CKI NUMBER 1 LIMITED

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our evaluation of the directors' assessment of the company's ability to continue to adopt the going concern basis of accounting included:

- Obtaining and assessing Management's going concern assessment;
- Assessing and challenging Management's forecasted cash flows;
- Obtaining and assessing all the intercompany loan arrangements and reviewing the key terms and ensuring consistency with the going concern forecasts;
- Assessing the recoverability of intercompany loans, including determining the recoverability of the loans with counterparties within the group; and
- Performing a sensitivity analysis on intercompany dividend income and forecasted cash flows.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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 in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CKI NUMBER 1 LIMITED

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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.

Auditor's 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 auditor's 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. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and internal audit about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act, pensions legislation, and tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CKI NUMBER 1 LIMITED

Extent to which the audit was considered capable of detecting irregularities, including fraud continued

We discussed among the audit engagement team and relevant internal specialists such as financial instruments, valuations, pensions and IT specialists regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management and legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance, and reviewing internal audit reports, and reviewing correspondence with HMRC.

Report on other legal and regulatory requirements

Opinion on other matters prescribed by the Companies Act 2006

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 financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CKI NUMBER 1 LIMITED

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.



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Makhan Chahal (Senior Statutory Auditor)
For and on behalf of Deloitte LLP
Statutory Auditor

London
United Kingdom

11 August 2021

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 £ 000	2020 £ 000
Income from fixed asset investments	6	<u>118,461</u>	<u>118,563</u>
Profit before tax		118,461	118,563
Taxation	7	<u>(5,839)</u>	<u>(5,847)</u>
Profit for the year		<u>112,622</u>	<u>112,716</u>

The above results were derived from continuing operations.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	2021 £ 000	2020 £ 000
Profit for the year	<u>112,622</u>	<u>112,716</u>
Total comprehensive income for the year	<u>112,622</u>	<u>112,716</u>

The notes on pages 14 to 20 form an integral part of these financial statements.

CKI NUMBER 1 LIMITED

BALANCE SHEET AS AT 31 MARCH 2021

	Note	2021 £ 000	2020 £ 000
Fixed assets			
Investments	8	557,667	557,667
Current assets			
Debtors falling due within one year	9	17,361	17,454
Debtors falling due after more than one year	9	309,672	309,672
		<u>327,033</u>	<u>327,126</u>
Creditors: Amounts falling due within one year	10	<u>(19,561)</u>	<u>(19,576)</u>
Net current assets		<u>307,472</u>	<u>307,550</u>
Net assets		<u>865,139</u>	<u>865,217</u>
Capital and reserves			
Called up share capital	11	112,000	112,000
Share premium account	11	748,872	748,872
Profit and loss account	11	<u>4,267</u>	<u>4,345</u>
Total shareholders' funds		<u>865,139</u>	<u>865,217</u>

The financial statements of CKI Number 1 Limited, registered number 7284853, were approved by the Board of Directors and authorised for issue on 11 August 2021. They were signed on its behalf by:



Basil Scarsella
Director

The notes on pages 14 to 20 form an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2021

	Share capital £ 000	Share premium account £ 000	Profit and loss account £ 000	Total £ 000
At 1 April 2019	<u>112,000</u>	<u>748,872</u>	<u>4,279</u>	<u>865,151</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>112,716</u>	<u>112,716</u>
Total comprehensive income	-	-	112,716	112,716
Dividends	<u>-</u>	<u>-</u>	<u>(112,650)</u>	<u>(112,650)</u>
At 31 March 2020	<u>112,000</u>	<u>748,872</u>	<u>4,345</u>	<u>865,217</u>

	Share capital £ 000	Share premium account £ 000	Profit and loss account £ 000	Total £ 000
At 1 April 2020	<u>112,000</u>	<u>748,872</u>	<u>4,345</u>	<u>865,217</u>
Profit for the year	<u>-</u>	<u>-</u>	<u>112,622</u>	<u>112,622</u>
Total comprehensive income	-	-	112,622	112,622
Dividends	<u>-</u>	<u>-</u>	<u>(112,700)</u>	<u>(112,700)</u>
At 31 March 2021	<u>112,000</u>	<u>748,872</u>	<u>4,267</u>	<u>865,139</u>

The notes on pages 14 to 20 form an integral part of these financial statements.

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

1 General information

CKI Number 1 Limited (the "Company") is incorporated in the United Kingdom under the Companies Act. The Company is a private company limited by shares and is registered in England and Wales.

The principal activities of the Company and the nature of the Company's operations are set out in the Strategic Report on page 2.

The address of its registered office is:

Newington House
237 Southwark Bridge Road
London
SE1 6NP
United Kingdom

2 Accounting policies

The principal accounting policies adopted by the Company are set out below. They have all been applied consistently throughout the current and prior year.

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council (FRC). The functional currency of the Company is pounds sterling because that is the currency of the primary economic environment in which the Company operates.

The Company has taken advantage of certain exemptions in its financial statements on the basis that it meets the definition of a "qualifying entity" under FRS 102 being:

"a member of a group where the parent of that Group (UK Power Networks Holdings Limited) prepares publicly available consolidated financial statements which are intended to give a true and fair view and the member (the Company) is included in the consolidation".

The Company has therefore taken the exemption not to present a cash flow statement and not to disclose related party transactions with other wholly owned members of the Group.

Consolidation

The Company is exempt from preparing consolidated financial statements as it is a wholly owned subsidiary of CK Infrastructure Holdings Limited, which prepares consolidated financial statements which include the results of the Company and are publicly available.

Going concern

As discussed in the Strategic Report the Directors have, at the time of approving the financial statements, a reasonable expectation that the Company has adequate resources to continue operating for the foreseeable future. Therefore they continue to adopt the going concern basis of accounting in preparing the financial statements.

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

2 Accounting policies (continued)**Investments**

Fixed asset investments are shown at cost less provision for impairment. Income received from fixed asset investments is recognised on an accruals basis.

Tax

The tax expense for the year comprises current tax.

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 2, the Directors may be required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities. The estimates and associated assumptions are based on historical experience or other factors that are considered to be relevant. Actual results might differ from these estimates.

In the Directors' opinion there are no critical judgements and key sources of estimation uncertainty that have a significant effect on the amounts recognised in these financial statements.

4 Auditor's remuneration

The amount payable to Deloitte LLP was £3,500 (2020: £3,400) in respect of audit services and £Nil (2020: £Nil) in respect of non-audit services. Auditor's remuneration was borne in both years by another group company.

5 Directors' remuneration and employee information

The Directors are not employed by the Company and did not receive any remuneration for services to the Company during the current or prior year.

The Company had no employees in the current or prior year.

6 Income from fixed asset investments

	2021 £ 000	2020 £ 000
Income from associates		
Interest receivable on shareholder loans to associates	30,763	30,861
1% cumulative preference dividends receivable from associate	798	802
Equity preference share dividends receivable from associate	3,950	3,950
Ordinary dividends receivable from associate	82,950	82,950
	<u>118,461</u>	<u>118,563</u>

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

7 Taxation

Tax charged to the profit and loss account

	2021 £ 000	2020 £ 000
Current taxation		
UK corporation tax	5,837	5,846
Adjustments in respect of prior years	<u>2</u>	<u>1</u>
Total current tax	<u>5,839</u>	<u>5,847</u>
Total tax charge	<u><u>5,839</u></u>	<u><u>5,847</u></u>

The total tax assessed for the year was lower than the standard rate of 19% (2020: 19%) applied to profit before tax. The differences are reconciled below:

	2021 £ 000	2020 £ 000
Profit before tax	<u>118,461</u>	<u>118,563</u>
Corporation tax at standard rate	22,508	22,527
Income not taxable in determining taxable profit	(16,671)	(16,681)
Adjustments to current tax in respect of prior years	<u>2</u>	<u>1</u>
Total tax charge	<u><u>5,839</u></u>	<u><u>5,847</u></u>

The current tax rate applied during the year was 19% (2020: 19%) based on the standard rate of corporation tax substantively enacted at the reporting date.

Within the Finance Bill 2021 published on 11 March 2021 and substantively enacted on 24 May 2021, the standard rate of corporation tax is set to increase from 19% to 25% with effect from 1 April 2023. This rate increase has no effect on the tax charge for the year ended 31 March 2021.

8 Fixed asset investments

	2021 £ 000	2020 £ 000
Investments in associates	<u><u>557,667</u></u>	<u><u>557,667</u></u>

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

8 Fixed asset investments (continued)

The Company has investments in the following associates:

Associates	Principal activity	%
UK Power Networks (Operations) Ltd	Maintenance of distribution networks	36.67%
London Power Networks plc	Management of distribution network	36.67%
Eastern Power Networks plc	Management of distribution network	36.67%
South Eastern Power Networks plc	Management of distribution network	36.67%
Lea Valley Utilities Ltd	Dormant	36.67%
UK Power Networks (IDNO Finance) Ltd	Investment holding	36.67%
UK Power Networks (IDNO) Ltd	Electricity distribution project	36.67%
UK Power Networks (South East Services) Ltd	Groundworks contracting	36.67%
UK Power Networks (Transport) Ltd	Provision of transport services	36.67%
UK Power Networks Insurance Ltd	Insurance	36.67%
UK Power Networks Group (Trustee) Ltd	Pension Trustee	36.67%
UK Power Networks (Trustee) Ltd	Pension Trustee	36.67%
UK Power Networks Services Holdings Ltd	Investment holding	36.67%
UK Power Networks Services (Contracting) Ltd	Electricity distribution projects	36.67%
UK Power Networks Services (Enterprises) Ltd	Investments in commercial projects	36.67%
UK Power Networks Services (South East) Ltd	Investment holding	36.67%
UK Power Networks Services (Development) Ltd	Investment holding	36.67%
UK Power Networks Services (Asset Management) Ltd	Investment holding	36.67%
UK Power Networks Services (Commercial) Ltd	Electrical contracting	36.67%
UK Power Networks Services (Powerlink Holdings) Ltd	Investment holding	36.67%
UK Power Networks Services Powerlink Ltd	Asset management	29.34%
*UK Power Networks Holdings Ltd	Investment holding	36.67%

* The Company's 36.67% shareholding in UK Power Networks Holdings Limited comprises 4,000,000 B ordinary shares of £1.00 each and 80,000,000 B preference shares of £1.00 each. The ordinary shares account for 35% of the equity investment. The preference shares entitle the company to a 1.67% equity share in available profits and a fixed cumulative dividend of 1% payable annually in arrears.

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

8 Fixed asset investments (continued)

The associate UK Power Networks Insurance Ltd is registered at:

Willis Management (Guernsey) Ltd
4th floor
The Albany
South Esplanade
St Peter Port
Guernsey

All other entities listed above are registered at the following address:

Newington House
237 Southwark Bridge Road
London
SE1 6NP
United Kingdom

9 Debtors

	2021	2020
	£ 000	£ 000
Amounts falling due within one year:		
Amounts owed by Group undertakings	4,219	4,261
Preference share dividends receivable	142	144
Interest accrued on shareholder loans to associates	13,000	13,049
	17,361	17,454
Amounts falling due after more than one year:		
Shareholder loans receivable from associates	309,672	309,672
	327,033	327,126

Shareholder loans comprise unsecured loans owed by associates repayable in 2041. Interest accrues at a fixed rate of 9.95% per annum and is payable semi-annually in arrears.

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

10 Creditors

	2021 £ 000	2020 £ 000
Amounts falling due within one year:		
Amounts owed to associates	6,467	6,467
Corporation tax	<u>13,094</u>	<u>13,109</u>
	<u>19,561</u>	<u>19,576</u>

Amounts owed to associates are interest free and repayable on demand.

11 Called up share capital and reserves

	2021 £ 000	2020 £ 000
Share capital: Allotted, called up and fully paid		
11,200,000,002 ordinary shares of £0.01 each	<u>112,000</u>	<u>112,000</u>

Reserves

The share premium account contains the premium arising on issue of equity shares, net of issue expenses.

The Company's profit and loss account represents cumulative profits or losses net of dividends paid.

12 Related party transactions

Amounts owed by and to associate undertakings are disclosed in note 9 and note 10. Dividends and interest received from associates during the year are disclosed in note 6.

The Company has taken an exemption under FRS 102 (section 33 2.2) not to disclose transactions with other wholly owned members of the Group. The Company qualifies for this exemption on the basis that it is a wholly owned subsidiary of a parent which prepares publicly available consolidated financial statements intended to give a true and fair view of the financial position and results of the group, and the Company is included within the consolidation.

No other related party transactions were entered into during the current or prior year.

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

13 Parent and ultimate parent undertaking

The Company's immediate parent is CKI Number 2 Limited, incorporated in the United Kingdom and registered in England and Wales at the following address:

Newington House
237 Southwark Bridge Road
London
SE1 6NP
United Kingdom

CK Infrastructure Holdings Limited is the parent of the smallest group in which the Company's financial statements are consolidated, and is registered at the following address:

Clarendon House
Church Street
Hamilton HM11
Bermuda

The consolidated financial statements of CK Infrastructure Holdings Limited are available from www.cki.com.hk. The ultimate controlling party and parent of the largest group in which the Company's financial statements are consolidated is CK Hutchison Holdings Limited, registered at the following address:

P O Box 309
Ugland House
Grand Cayman
KY1-1104
Cayman Islands

The consolidated financial statements of CK Hutchison Holdings Limited are available from www.ckh.com.hk.