

Registered No. 08151473

Western Gas Networks Limited

Annual report and unaudited financial statements
for the year ended 31 March 2021



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Directors and advisers

Directors

Andrew Hunter	Chairman
Graham Edwards	Chief Executive Officer
Dominic Chan	
Hing Lam Kam	
Duncan Macrae	
Charles Tsai	

Neil Henson	(Alternate Director to Graham Edwards)
Neil McGee	(Alternate Director to Dominic Chan)
Wendy Tong-Barnes	(Alternate Director to Hing Lam Kam)

Company secretary and registered office

Paul Millar
Wales & West House, Spooner Close, Celtic Springs, Coedkernew, Newport, NP10 8FZ

Principal bankers

HSBC Bank plc
62-76 Park Street, London, SE1 9DZ

Strategic report

Business review

The role of Western Gas Networks Limited ("the Company") has been consistent with previous years, as a holding company.

Results and operating performance

The profit before taxation for the year ended 31 March 2021 amounted to £nil (2020: £nil). The profit attributable to shareholders for the year ended 31 March 2021 amounted to £nil (2020: £nil).

The results of the Company for the year ended 31 March 2021 and the comparative year ended 31 March 2020 ("2020") are set out in the profit and loss account on page 7.

The Company is a private company limited by shares and has a 50% investment in Wales & West Gas Networks (Holdings) Limited. The remaining 50% of the ordinary share capital of Wales & West Gas Networks (Holdings) Limited are held by West Gas Networks Limited. Wales & West Gas Networks (Holdings) Limited is a holding company for a group of companies incorporated in the United Kingdom whose principal activity is that of gas distribution. The trading subsidiary of Wales & West Gas Networks (Holdings) Limited group is Wales & West Utilities Limited ("WWU").

Financial review

Basis of accounting

The financial statements present the Company's results for the year ended 31 March 2021 with comparatives for the year ended 31 March 2020 and the financial position as at 31 March 2021 and 31 March 2020. They have been prepared using the accounting policies shown on pages 11 and 12, in accordance with Financial Reporting Standard 102 ("FRS 102") as issued by the Financial Reporting Council in the United Kingdom and Republic of Ireland.

Liquidity, resources and capital expenditure

Net cash inflow from operations for the year ended 31 March 2021 amounted to £nil (2020: £nil).

Investing activities for the year ended 31 March 2021 generated net cash of £nil (2020: £nil) and financing activities absorbed £nil (2020: £nil).

Borrowings

Details of borrowings are disclosed in notes 8 and 9.

Shareholders' funds

Shareholders' funds at 31 March 2021 amounted to £0.4m (2020: £0.4m) as a result of a retained profit of £nil (2020: £nil) and dividends paid of £nil (2020: £nil).

Details of the immediate and ultimate ownership of the Company are included in note 10.

Strategic report (continued)

Future developments

The directors do not envisage any material changes in the activity of the Company for the foreseeable future.

There were no significant developments within the Company that occurred during the financial period under review and prior to approval of the annual report and financial statements.

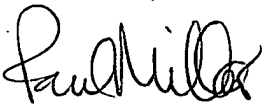
The Company continues to consider the potential impact of Brexit on its business, through the transition period and beyond. For now, existing laws and trading arrangements are unchanged.

Covid-19

The Company has carefully reassessed the impact of Covid-19 within each of its relevant risk factors.

The Company is monitoring the impact on the Company of the Coronavirus pandemic. The immediate financial impact was negligible in the year and is expected to be similar in the year ended 31 March 2022.

By order of the Board



Paul Millar
Company secretary
16 August 2021

Report of the directors

The directors have pleasure in presenting the annual report to the shareholders of Western Gas Networks Limited ("the Company"), together with the financial statements for the year ended 31 March 2021 and the comparative year ended 31 March 2020 as presented on pages 7 to 20.

Principal activities

The Company is a private company limited by shares. The purpose of the Company is to act as a holding company; it does not own any physical assets or have any employees.

The Company's only activity is the holding of a 50% investment in Wales & West Gas Networks (Holdings) Limited through the ownership of 50% of the issued share capital.

As a result of the restructuring and dividend payment during the year ended 31 March 2019 the investment was reduced to £nil at 31 March 2019.

The remaining 50% of the share capital is held by West Gas Networks Limited.

Wales & West Gas Networks (Holdings) Limited is a holding company for a group of companies incorporated in the United Kingdom whose principal activity is that of gas distribution.

Directors

The names of the current directors of the Company are shown on page 1.

There were no changes in directors during the year or up to the date of signing of the annual report and financial statements.

Company secretary

The name of the current Company secretary is shown on page 1.

Directors' service contracts and remuneration

No director received any remuneration in respect of their services as a director of the Company during the year. Details of directors' remuneration are set out in note 2.

Directors' interests

There were no significant contracts subsisting during or at the end of the year with the Company in which any director is or was materially interested.

Contributions for political purposes

During the year ended 31 March 2021, there have been no political donations (2020: £nil).

Adjusting and non-adjusting events after the end of the reporting year

There were no adjusting or non-adjusting events after the end of the year under review and up to the date of signing the annual report and financial statements.

Future developments

Details of future developments can be found in the Strategic report on page 3 and form part of this report by cross-reference.

Report of the directors (continued)

Going concern

The Company's financial statements have been prepared on the basis that the Company is a going concern. In arriving at their decision to prepare the financial statements on a going concern basis, the directors have reviewed the Company's net current assets position and the fact that there are no current liabilities.

Dividends

The Company has not paid a dividend in respect of the year ended 31 March 2021 or the year ended 31 March 2020.

By order of the Board



Paul Millar
Company secretary

16 August 2021

Directors' responsibilities statement

The directors are responsible 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) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". 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 UK 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.

By order of the Board



Paul Millar
Company secretary
16 August 2021

Profit and loss account for the year ended 31 March 2021

	Note	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Operating profit	1	-	-
Income from fixed asset investment	3	-	-
Interest payable and similar charges	4	-	-
Profit before taxation		-	-
Tax on profit	5	-	-
Profit for the year		-	-

All operations are continuing.

The Company has no other recognised gains and losses in the year or the prior year and accordingly a separate statement of comprehensive income has not been presented. Total comprehensive income is equal to the profit for the year.

Balance sheet as at 31 March 2021

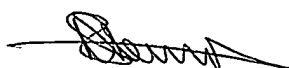
	Note	31 March 2021 £m	31 March 2020 £m
Fixed assets			
Investment in joint venture	7a	-	-
Current assets			
Amount due from joint venture	14	0.4	0.4
		0.4	0.4
Current liabilities			
Amounts due to shareholders	8, 14	-	-
Net current assets		0.4	0.4
Total assets less current liabilities		0.4	0.4
Net assets		0.4	0.4
Capital and reserves			
Called up share capital	10	-	-
Profit and loss account		0.4	0.4
Total shareholders' funds		0.4	0.4

- For the financial year ended 31 March 2021 the Company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
- No members have required the company to obtain an audit of its financial statements for the year ended 31 March 2021 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 the preparation of financial statements.
- These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements of Western Gas Networks Limited (registered number 08151473) on pages 7 to 20 were approved by the Board of Directors and authorised for issue on 16 August 2021 and were signed on its behalf by:



Graham Edwards
Chief Executive Officer



Neil Henson
Director

Statement of changes in equity for the year ended 31 March 2021

	Note	Called up share capital £	Profit and loss account £m	Total £m
At 1 April 2018		11.0	163.2	163.2
Loss for the year		-	(2.0)	(2.0)
Dividends paid	6	-	(160.8)	(160.8)
Total comprehensive expense		-	(162.8)	(162.8)
At 31 March 2019		11.0	0.4	0.4
Result for the year		-	-	-
Total comprehensive income		-	-	-
At 31 March 2020		11.0	0.4	0.4
Result for the year		-	-	-
Total comprehensive income		-	-	-
At 31 March 2021		11.0	0.4	0.4

Cash flow statement for the year ended 31 March 2021

		Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
	Note		
Operating activities			
Net cash inflow from continuing operating activities		-	-
Net cash inflow from operating activities		-	-
Investing activities			
Income from fixed asset investment	3	-	-
Investment in joint venture - loan notes repaid	7	-	-
Interest received		-	-
Net cash inflow from investing activities		-	-
Financing activities			
Interest paid		-	-
Dividends paid	6	-	-
Shareholder loan repaid	9	-	-
Net cash outflow from financing activities		-	-
Cash and cash equivalents at beginning of year		-	-
Cash and cash equivalents at end of year		-	-
Net cash inflow		-	-

Principal accounting policies

The financial statements have been prepared in accordance with Accounting Standards applicable in the United Kingdom including Financial Reporting Standard 102 ("FRS 102") and comply with the Companies Act 2006. A summary of the principal Company accounting policies, which have been consistently applied, is shown below.

Changes in accounting policy

There have been no changes in accounting policy during the current or prior year.

General information and basis of accounting

Western Gas Networks Limited (registered number 08151473) ('the Company') is a private Company limited by shares and was incorporated in England & Wales, United Kingdom under the Companies Act. The address of the registered office is given on page 1. The nature of the Company's operations and its principal activities are set out in the Report of the directors on page 4.

These financial statements have been prepared in accordance with the historical cost convention and in accordance with FRS 102 issued by the Financial Reporting Council.

The functional currency of the Company is considered to be the pound sterling because that is the currency of the primary economic environment in which the Company operates.

The Company proposes to continue to adopt the reduced disclosure framework of FRS 102 in its next financial statements.

Going concern

The directors are satisfied that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason they adopt the going concern basis in the preparation of these financial statements as set out in the Report of the directors on page 5.

Investments

Long term investments held as fixed assets are stated at cost less amounts written off or provided to reflect permanent diminutions in value.

Joint ventures

A joint venture is an entity, other than a subsidiary, in which the Company participates and controls on equal terms with a partner or partners. The Company is not required to prepare consolidated financial statements as it has no subsidiaries.

Financial liabilities

Debt is initially measured at fair value, which is the amount of the net proceeds after deduction of directly attributable issue costs, with subsequent measurement at amortised cost. Debt issue costs and discounts on issue are recognised over the expected term of the instruments.

Dividend and interest revenue

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established (provided that it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably).

Interest income is recognised when it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

Shareholder loan note interest

Shareholder loan note interest income is recognised when it is probable that the economic benefits will flow from the Company and the amount payable can be measured reliably. Shareholder loan note interest is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

Taxation

Current tax, including UK corporation tax and foreign 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.

Principal accounting policies (continued)

Taxation (continued)

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

When the amount that can be deducted for tax for an asset (other than goodwill) that is recognised in a business combination is less/(more) than the value at which it is recognised, a deferred tax liability/(asset) is recognised for the additional tax that will be paid/(avoided) in respect of that difference. Similarly, a deferred tax asset/(liability) is recognised for the additional tax that will be avoided/(paid) because of a difference between the value at which a liability is recognised and the amount that will be assessed for tax. The amount attributed to goodwill is adjusted by the amount of deferred tax recognised.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of the timing difference. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting year, to recover or settle the carrying amount of its assets and liabilities.

Where items recognised in other comprehensive income or equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the Company's accounting policies

There have been no critical judgements that the directors have made in the process of applying the Company's accounting policies; hence no effect on the amounts recognised in the financial statements.

Key source of estimation uncertainty – impairment of investments

Determining whether investments are impaired may require an estimation of their value in use to the Company. The value in use calculation requires the entity to estimate the future cash flows expected to arise from the investment and a suitable discount rate in order to calculate present value.

The Group assesses investments for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If any such indication of impairment exists, the Group makes an estimate of the recoverable amount of the assets. Assets are grouped for impairment assessment purposes at the lowest level at which there are identifiable cash flows that are largely independent of the cash flows of other groups of assets. An asset group's recoverable amount is the higher of its fair value less costs of disposal and its value in use. Where the carrying amount of an asset group exceeds its recoverable amount, the asset group is considered impaired and is written down to its recoverable amount.

The business plan, which is approved on an annual basis by the Board and Executive Committee, is the primary source of information for the determination of value in use. In assessing value in use, the estimated future cash flows are adjusted for the risks specific to the Group and are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money.

Fair value less costs of disposal is the price that would be received to sell the asset in an orderly transaction between willing market participants and does not reflect the effects of factors that may be specific to the entity and not applicable to entities in general.

Notes to the financial statements

1. Operating profit

(a) Operating profit is stated after charging/(crediting):

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Operating costs	-	-

2. Directors and employees

No directors received any remuneration for their services to the Company or had any interest over shares in the Company in either year.

The Company had no employees during the year (2020: nil).

3. Income from fixed asset investment

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Income from fixed asset investment	-	-

4. Interest payable and similar charges

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
On shareholder loan notes	-	-

Notes to the financial statements

5. Tax on result/(loss)

(a) Analysis of tax in the year

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Total taxation is made up as follows:		
Current taxation		
UK corporation tax on profit for the year	-	-
Total current tax	-	-
Total deferred tax	-	-
Total tax on profit (note 5(b))	-	-

The standard rate of UK corporation tax applied to reported profit is 19% (2020: 19%).

The current tax charge for the year ended 31 March 2021 and for the year ended 31 March 2020 is £nil.

(b) Factors affecting the current tax for the year

The current tax assessed for the year is different to the standard rate of corporation tax in the UK of 19% (2020: 19%). The differences are explained below:

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Profit before tax	-	-
Profit before tax multiplied by standard rate of corporation tax in the UK of 19% (2020: 19%)	-	-
Effects of:		
Permanent differences	-	-
Current tax for the year (note 5(a))	-	-

A deferred tax asset of £6.5m (2020: £6.5m) arising in respect of non-trading deficits and interest restrictions carried forward has not been recognised on the basis that there is insufficient evidence that the asset will be recoverable.

The UK Government announced in the 2021 Budget on 3 April that the statutory tax rate will be increased to 25% with effect from 1 April 2023. This change in the corporation tax rate will not materially affect the future tax charge.

6. Dividends on equity shares

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Final dividend in respect of the year ended 31 March 2021	-	-
Total dividends paid	-	-

Notes to the financial statements

7. Fixed asset investments (a) Investment in joint ventures

Company	31 March 2021 £m	31 March 2020 £m
Total fixed asset investment	-	-

The investment in the joint venture represents the Company's 50% investment in the issued ordinary share capital of Wales & West Gas Networks (Holdings) Limited.

As a result of the restructuring and dividend payment during the year ended 31 March 2019 the carrying value of the investment was reduced to £nil at 31 March 2019.

The remaining 50% of the ordinary share capital is held by West Gas Networks Limited.

Wales & West Gas Networks (Holdings) Limited is a holding company for a group of companies incorporated in the United Kingdom whose principal activity is gas distribution. The consolidated financial statements of Wales & West Gas Networks (Holdings) Limited can be obtained from the registered office as shown on page 1.

(b) Proforma information on investment

In accordance with FRS 102 Section 15 'Investments in Joint Ventures' where an investor does not prepare consolidated financial statements because it has no subsidiaries, the gross equity-based information is required to be provided as additional information to the financial statements, as set out below.

The following policies have been applied in determining the additional information disclosed below:

The profit and loss account includes the Company's share of the turnover and operating profit of the joint ventures. Investments in joint ventures are shown using the equity method. The equity method records the Company's share of the assets and liabilities in the balance sheet.

Goodwill arising on the acquisition of joint ventures, representing any excess of fair value of the consideration given over the fair value of the identifiable assets and liabilities acquired, is written off on a straight line basis over 40 years. Provision is made for any impairment in the carrying value of goodwill. The unamortised balance of goodwill is included in the carrying value of the investment in joint ventures.

Fair value at acquisition

Set out below is the balance sheet of Wales & West Gas Networks (Holdings) Limited at 10 October 2012, the date of the acquisition.

Gross equity basis	Book value £m	Fair value adjustments £m	Goodwill £m	Fair value balance sheet £m
Assets	1,606.9	456.5	394.7	2,458.1
Liabilities	(1,896.7)	(11.0)	-	(1,807.7)
Net (liabilities)/assets	(289.8)	445.5	394.7	550.4

The Company has an equity interest in 50% of the above net assets.

Notes to the financial statements

7. Fixed asset investments (continued) (b) Proforma information on investment (continued)

The fair value adjustments relate to:

- revaluing the underlying tangible fixed assets of the acquired group £457.4m,
- including the voluntary severance accrual in respect of the plans of management prior to acquisition £(13.0)m; and
- other net adjustments of £1.1m.

	31 March 2021 £m	31 March 2020 £m (As restated see below)
Gross equity basis		
Goodwill on acquisition	197.4	197.4
Amortisation of goodwill	(41.8)	(36.8)
Unamortised goodwill	155.6	160.6
Share of assets at 31 March	1,889.1	1,840.9
Share of liabilities at 31 March	(2,024.8)	(1,954.2)
Investment at 31 March	19.9	47.3

Set out below is the summarised financial information in respect of the Company's joint venture:

Summarised profit and loss account:

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Revenue	454.8	491.8
Operating profit	172.0	222.9
Profit after tax	23.2	24.4

Summarised balance sheet:

	31 March 2021 £m	31 March 2020 £m (As restated see below)
Total assets	3,432.9	3,366.1
Total liabilities	(4,052.6)	(3,954.0)
Net liabilities	(619.7)	(587.9)

Adjustment to comparative periods

In the accounts of the Company's joint venture, £17.6m of derivative assets at 31 March 2020 have been reclassified from 'swap fair value liability' included in creditors due after more than one year to derivative asset due after more than one year on the face of the balance sheet to reflect the valuation of the derivative portfolio at 31 March 2020. This increases the total assets by £17.6m to £3,366.1m and total liabilities by £17.6m to £3,954.0m.

The adjustment increases the share of assets by £8.8m from £1,832.1m to £1,840.9m and also increases the share of liabilities by £8.8m from £1,945.4m to £1,954.2m but the total share of net liabilities remains unchanged.

Notes to the financial statements

7. Fixed asset investments (continued) (b) Proforma information on investment (continued)

The company's share of the post-acquisition comprehensive income of the investment:

	Year ended 31 March 2021 £m	Year ended 31 March 2020 £m
Total accumulated profit	22.8	38.7

The Company's share of the results of the joint venture:
Profit and loss account

	Equity basis Year ended 31 March 2021 £m	Equity basis Year ended 31 March 2020 £m
Continuing operations		
Turnover ~ share of joint venture	227.4	245.9
Net operating costs	(148.0)	(141.0)
Operating profit ~ share of joint venture	79.4	104.9
Amortisation of goodwill	(4.9)	(4.9)
Interest receivable and similar income ~ share of joint venture	1.2	1.4
Interest payable and similar charges ~ share of joint venture	(63.3)	(67.6)
Index-linked and interest rate swap movement ~ share of joint venture	(3.5)	(10.1)
Interest payable and similar charges	-	-
Profit before taxation	8.9	23.7
Tax charge on profit ~ share of joint venture	(8.8)	(23.0)
Profit for the year	0.1	0.7

Notes to the financial statements

7. Fixed asset investments (continued) (b) Proforma information on investment (continued)

The Company's share of the results of the joint venture: Balance sheet

	Equity basis 31 March 2021 £m	Equity basis 31 March 2020 £m (As restated)
Fixed assets		
Investment in joint venture		
Goodwill	155.6	160.6
Share of assets of joint venture	1,889.1	1,840.9
Share of liabilities of joint venture	(2,024.8)	(1,954.2)
	<u>19.9</u>	<u>47.3</u>
Current assets		
Amount due from joint venture	0.4	0.4
	<u>0.4</u>	<u>0.4</u>
Current liabilities		
Amounts due to shareholders	-	-
	<u>-</u>	<u>-</u>
Net current assets	<u>0.4</u>	<u>0.4</u>
Total assets less current liabilities	<u>20.3</u>	<u>47.7</u>
Net assets	<u>20.3</u>	<u>47.7</u>
Capital and reserves		
Called up share capital	-	-
Profit and loss account	20.3	47.7
Total shareholders' funds	<u>20.3</u>	<u>47.7</u>

The Company's share of the results of the joint venture: Other comprehensive income

	Equity basis Year ended 31 March 2021 £m	Equity basis Year ended 31 March 2020 £m
At 1 April	71.4	58.9
Profit for the financial year	0.1	0.7
Actuarial (loss) / gain on pension scheme	(27.6)	11.8
Total comprehensive income at 31 March	<u>43.9</u>	<u>71.4</u>

Notes to the financial statements

8. Creditors

The Company had no creditors as at 31 March 2021 or 31 March 2020.

9. Gross borrowings

The Company had no borrowings as at 31 March 2021 or at 31 March 2020.

10. Called up share capital

	31 March 2021 £	31 March 2020 £
Allotted, called up and fully paid:		
1,100 Ordinary shares of £0.01 each	11	11

The interests of the shareholders in the shares of the Company as at 31 March 2021 and at 31 March 2020 were:

At 31 March 2021	Shareholding %	Share Capital £
Auspicious Future Limited	30%	3.30
Well Joint Investment Limited	30%	3.30
Golden Glister Limited	30%	3.30
Marshal Victory Limited	10%	1.10
	100%	11.00

The Company has no controlling party as it is immediately owned by the above consortium members. In addition the Company is ultimately owned by a consortium comprising CK Hutchison Holdings Limited (Cayman Islands) (30%), CK Infrastructure Holdings Limited (Bermuda) (30%), Power Asset Holdings Limited (Hong Kong) (30%) and CK Asset Holdings Limited (10%). The 10% shareholding previously held by the Li Ka Shing Foundation was transferred to CK Asset Holdings Limited on 21 May 2021.

11. Analysis of changes in financing in the year

	Note	Share capital (including premium)		Long term loans	
		31 March 2021 £m	31 March 2020 £m	31 March 2021 £m	31 March 2020 £m
At 1 April	8,9	-	-	-	-
Shareholder loan notes repaid	8,9	-	-	-	-
At 31 March	8,9	-	-	-	-

Notes to the financial statements

12. Reconciliation of net cash flow to increase in net debt

	31 March 2021 £m	31 March 2020 £m
Increase in cash as per cash flow statement	-	-
Shareholder loan notes repaid	-	-
Increase in net debt	-	-
At 1 April	-	-
At 31 March	-	-

13. Directors' and officers' loans and transactions

No loans or credit transactions with any directors, officers or connected persons subsisted during the year or were outstanding at the end of the year (2020: £nil).

14. Related party transactions

Wales & West Gas Networks (Holdings) Limited

As at 31 March 2021, £0.4m was receivable by the Company in respect of a current tax credit (2020: £0.4m) reflecting the amounts due from group undertakings in respect of consortium relief surrendered by way of losses.