

Anglo American Woodsmith (Teesside) Limited

**(formerly York Potash Processing & Ports
Limited)**

Annual report and financial statements for the year ended 31 December 2021

Company number: 08270855



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ANGLO AMERICAN WOODSMITH (TEESSIDE) LIMITED > FINANCIAL STATEMENTS 2021**DIRECTORS' REPORT for the year ended 31 December 2021**

The Directors present the annual report together with the audited financial statements of Anglo American Woodsmith (Teesside) Limited (the "Company") (formerly York Potash Processing & Ports Limited) for the year ended 31 December 2021.

The Company changed its name from York Potash Processing & Ports Limited to Anglo American Woodsmith (Teesside) Limited on 6 April 2022.

The Directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption. Furthermore, a strategic report as required by section 414 of the Companies Act 2006 is not presented under the small companies exemption.

Principal activities

The principal activity of the Company is to explore, evaluate and develop its polyhalite project ("the Project") in North Yorkshire as part of the Anglo American Crop Nutrients Limited (formerly Anglo American Woodsmith Limited) group (the "Group").

Directors

The Directors who served the Company during the year and up to the date of signing the financial statements are as follows:

CE Davage
 J Flynn (appointed 14 July 2021)
 CN Fraser (resigned 4 January 2022)
 EC Klonarides (resigned 12 November 2021)
 TJ McCulley (appointed 12 January 2022)
 C Murphy (appointed 12 November 2021)
 TJ Staley (resigned 16 July 2021)

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

Anglo American Corporate Secretary Limited

Results and dividends

The Company's profit for the year ended 31 December 2021 was \$11,000 (2020: loss of \$11,009,000). The net assets of the Company at 31 December 2021 were \$16,873,000 (2020: net assets of \$16,862,000).

The Directors have not recommended payment of a dividend.

Principal risks and uncertainties

The principal risks and uncertainties faced by the Company relate to its long term viability which is significantly dependent upon the successful outcome of construction of the Project. The Company and wider Group do not expect to generate any revenue for a number of years and ongoing solvency is dependent upon the outcome of construction which itself is reliant on the success of future fundraising. For further details refer to the Going Concern section below.

ANGLO AMERICAN WOODSMITH (TEESSIDE) LIMITED > FINANCIAL STATEMENTS 2021**DIRECTORS' REPORT for the year ended 31 December 2021 (continued)****Future developments**

The Company expects to increase the scale of its activities in the coming year as a result of the progression of the construction phase of the Project. This is expected to lead to increased losses in the coming years before commercial ore sales begin once construction work is completed.

Qualifying third party indemnity insurance

Directors' and officers' insurance is maintained at an appropriate level in respect of legal action against the Directors. These arrangements were in place throughout the year and up to the date of approval of the financial statements.

Statement of Directors' responsibilities in respect of the financial statements

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

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 the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 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 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.

Statement of disclosure of information to auditors

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

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- 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.

ANGLO AMERICAN WOODSMITH (TEESSIDE) LIMITED > FINANCIAL STATEMENTS 2021**DIRECTORS' REPORT for the year ended 31 December 2021 (continued)****Financial risk management**

The Company's operations expose it to a variety of financial risks. The Company's intermediate parent undertaking, Anglo American Crop Nutrients Limited (formerly Anglo American Woodsmith Limited), has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the Company. This is disclosed within Anglo American Crop Nutrients Limited annual report and financial statements available from Companies House.

Going Concern

The Board of Directors have received confirmation from Anglo American Services (UK) Ltd ("AAS") that the companies within the Group are part of the Anglo American plc group and that AAS will provide adequate financial support to the companies within the Group to meet their obligations for a period of at least 12 months from the Directors' approval of each of the company's statutory financial statements for the year ended 31 December 2021. This confirmation from AAS is not intended to provide comfort to any parties other than the Directors, and is not, and should in no way be construed to be by AAS either a guarantee of the obligations of the companies or any other form of credit support in respect of the companies and does not create any rights against AAS, or any obligations or liability at law or otherwise on the part of AAS in respect of the obligations of the companies.

Having assessed the principal risks and having regard for the above, and taking account of possible changes in trading performance, the Board of Directors consider it appropriate to adopt the going concern basis of accounting in preparing these financial statements.

Independent auditors

Under section 478(2) of the Companies Act 2008, PWC will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the financial statements with the registrar, whichever is earlier.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the Board

J Flynn
Director
27 June 2022

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Independent auditors' report to the members of Anglo American Woodsmith (Teesside) Limited (formerly York Potash Processing & Ports Limited)

Report on the audit of the financial statements

Opinion

In our opinion, Anglo American Woodsmith (Teesside) Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit 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 Annual report and financial statements (the "Annual Report"), which comprise: the statement of financial position as at 31 December 2021; the statement of comprehensive income, the statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

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.

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.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

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

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Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 31 December 2021 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Directors' responsibilities in respect of the financial statements, 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.

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.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to the Companies Act 2006 and UK tax legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations

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that have a direct impact on the financial statements such as the Companies Act 2006. We evaluated management's

incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to management bias to manipulate financial reporting. Audit procedures performed by the engagement team included:

- evaluation of management's controls designed to prevent and detect fraudulent reporting; and
- substantive testing over journal postings

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 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.

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

We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.



Randal Casson (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Leeds
27 June 2022

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STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2021

	Note	2021 \$000	2020 \$000
Impairment	4	-	(9,242)
Finance income/(expense)	2	11	(1,767)
Profit/(Loss) before taxation	3	11	(11,009)
Tax on loss		-	-
Profit/(Loss) for the financial year		11	(11,009)

All activities relate to continuing operations.

There is no other comprehensive income or expense in either year.

STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2021

	Share capital \$000	Capital Contribution \$000	Accumulated losses \$000	Total Equity \$000
At 1 January 2020	-	-	(2,913)	(2,913)
Total comprehensive expense	-	-	(11,009)	(11,009)
Capital Contribution	-	30,587	-	30,587
Translation Adjustment	-	-	197	197
At 31 December 2020	-	30,587	(13,725)	16,862
Total comprehensive income	-	-	11	11
At 31 December 2021	-	30,587	(13,714)	16,873

The share capital account is used to record the nominal value on the issue of shares.

The capital contribution reserve is used to record the fair value of liabilities of the Company forgiven by a parent company in return for no consideration.

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STATEMENT OF FINANCIAL POSITION as at 31 December 2021

	Note	2021 \$000	2020 \$000
ASSETS			
Non-current assets			
Property, plant and equipment	4	21,870	17,965
		21,870	17,965
Current assets			
Other receivables		245	81
Cash and cash equivalents		12	49
		257	130
TOTAL ASSETS		22,127	18,095
EQUITY AND LIABILITIES			
Equity			
Called up share capital	5	-	-
Capital Contribution		30,587	30,587
Accumulated losses		(13,714)	(13,725)
TOTAL EQUITY		16,873	16,862
Current liabilities			
Loans from group companies	6	4,694	999
Trade and other payables		560	234
TOTAL LIABILITIES		5,254	1,233
TOTAL EQUITY AND LIABILITIES		22,127	18,095

The financial statements on pages 8 to 14 were issued and approved by the Board of Directors on 27 June 2022 and were signed on its behalf by:



J Flynn
Director

Company Registration Number 08270855

ANGLO AMERICAN WOODSMITH (TEESSIDE) LIMITED > FINANCIAL STATEMENTS 2021

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021

1. Accounting policies***Basis of preparation***

Anglo American Woodsmith (Teesside) Limited (formerly York Potash Processing & Ports Limited) (the “Company”) meets the definition of a qualifying entity under Financial Reporting Standard 100 (“FRS 100”) issued by the Financial Reporting Council. The Company has therefore elected to prepare these financial statements in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (“FRS 101”). The Company is a private company, limited by shares, which is incorporated and domiciled in England. The address of its registered office is 17 Charterhouse Street, London, United Kingdom, EC1N 6RA.

These financial statements have been prepared in accordance with the requirements of the Companies Act 2006 as applicable to companies using FRS 101. The financial statements have also been prepared under the historical cost convention in US Dollars (rounded to the nearest thousand), which has been the functional currency of the Company since 17 March 2020 (see further explanation below). The principal accounting policies set out below have been consistently applied to all periods presented.

Change in functional and presentational currency

On 17 March 2020 the Company’s ultimate parent company became Anglo American plc following its acquisition of the Company’s previous ultimate parent company, Sirius Minerals plc (whose legal name has since changed to Anglo American Crop Nutrients Limited). The functional currency of the majority of Anglo American plc’s subsidiaries (including those that provide ongoing funding to the Company’s subsidiaries) is US Dollars. Therefore from the acquisition date of 17 March 2020 it was determined that the currency of the primary economic environment in which the Company operates had become US Dollars and so the functional currency was accordingly changed on this date from Sterling to US Dollars with prospective effect based at the prevailing exchange rate on that date of £1:\$1.23.

Due to the change in functional currency of the Company from Sterling to US Dollars, the Company has also elected to present its financial statements in US Dollars. In order to present the effect of transactions during the periods while the Company’s functional currency was Sterling (i.e. the period within 2020 from 1 January to 16 March) the Company has retrospectively applied the requirements of IAS 21 *The Effects of Changes in Foreign Exchange Rates*, translating all transactions in the relevant periods at average exchange rates and period-end balances at the spot rate prevailing at the relevant period-end date. All amounts referred to as ‘translation adjustments’ in these financial statements therefore solely represent the effect of applying IAS 21’s prescribed translation method.

Going concern

These financial statements have been prepared on a going concern basis. The Group continues to incur significant cash outflows due to the development activity that it is undertaking of its polyhalite project in North Yorkshire (the Project).

The Group does not currently anticipate generating any positive net cash flows from the project for a number of years. Therefore, its ability to continue as a going concern for the time being is dependent upon it continuing to receive funding from the wider Anglo American plc group. The Company became a member of the wider Anglo American plc group on 17 March 2020. Anglo American plc acquired 100% shares of Anglo American Crop Nutrients Limited (formerly Anglo American Woodsmith Limited) by means of a court-sanctioned scheme of arrangement. Anglo

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021 (continued)

1. Accounting policies (continued)

Going concern (continued)

American plc has publicly announced its intention to continue the development of the Project and accordingly is expected to make funds available to the Group to carry on the Project's development for the foreseeable future and to meet its debts as they fall due.

The Board of Directors have received confirmation from Anglo American Services (UK) Ltd ("AAS") that the companies within the Group are part of the Anglo American plc group and that AAS will provide adequate financial support to the companies within the Group to meet their obligations for a period of at least 12 months from the Directors' approval of each of the company's statutory financial statements for the year ended 31 December 2021. This confirmation from AAS is not intended to provide comfort to any parties other than the Directors, and is not, and should in no way be construed to be by AAS either a guarantee of the obligations of the companies or any other form of credit support in respect of the companies and does not create any rights against AAS, or any obligations or liability at law or otherwise on the part of AAS in respect of the obligations of the companies.

Having assessed the principal risks and having regard for the above, and taking account of possible changes in trading performance, the Board of Directors consider it appropriate to adopt the going concern basis of accounting in preparing these financial statements.

International Financial Reporting Standards in issue but not yet effective

There are no new standards, amendments to standards or interpretations that are effective for the first time for the financial year beginning after 1 January 2020 that have had a material impact on the Company. A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2021 and have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Company.

Financial Reporting Standard 101 – reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions which are available under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures;
- The requirement in paragraph 38 of IAS 1 Presentation of Financial Statements to present comparative information in respect of:
 - (i) paragraph 79(a)(iv) of IAS 1;
 - (ii) paragraph 73(e) of IAS 16 *Property, Plant and Equipment*;
 - (iii) paragraph 118(e) of IAS 38 *Intangible Assets*;
- The requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134 to 136 of IAS 1 *Presentation of Financial Statements*;
- The requirements of IAS 7 *Statement of Cash Flows*;
- The requirements of paragraphs 17 and 18A of IAS 24 *Related Party Disclosures*; and
- The requirements in IAS 24 *Related Party Disclosures* to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021 (continued)

1. Accounting policies (continued)***Cash and cash equivalents***

Cash and cash equivalents include various instant access deposits and short term fixed deposits.

Property, plant and equipment

Property, plant and equipment are stated at cost less depreciation and any recognised impairment losses. Costs, including freehold land and capital works in progress, include all expenditure that is directly attributable to the acquisition including any directly attributable taxes and duties. Freehold land is not depreciated. At each reporting date, the Company assesses whether there is any indication that any of its property, plant and equipment may be impaired. Where an indication of impairment exists, the Company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount (estimated as the value-in-use of the asset) the asset is considered impaired and is written down to its recoverable amount.

Foreign currencies

The reporting and functional currency of the Company since 17 March 2020 is US Dollars. Transactions denominated in a foreign currency are translated into US Dollars at the rate of exchange ruling at the date of the transaction. At the balance sheet date, monetary assets and liabilities denominated in foreign currency are translated at the rate ruling at that date. All exchange differences are recorded within finance expenses in the income statement.

Significant accounting estimates and judgements

The preparation of these financial statements has required the use of estimates that affect the reported amounts of assets, liabilities and expenses. Actual results may differ from these estimates. Estimates and assumptions are frequently reviewed, with revisions recognised in the year in which the estimates are revised and in any future years affected. The most significant areas of estimation uncertainty during the year ended 31 December 2021 that have a significant risk of resulting in material adjustments to the carrying amount of assets or liabilities within the next financial year are as follows:

Impairment of non-current assets

On an annual basis for its intangible assets, and when there is an indicator of impairment in relation to its property, plant and equipment, the Company is required to test these assets for impairment to assess as to whether the historic cost reported in the financial statements remains supported by their recoverable amount. As none of the assets have directly observable market prices, the assessment has been performed by estimating the assets' fair value, calculated as the net present value of the cash flows attributable to them. As the Group has only one cash-generating-unit (the Project) all assets have been tested in aggregate and any impairments are charged as necessary.

The ultimate parent, Anglo American plc has conducted a detailed technical review of the Woodsmith project since mid-2020 to ensure the technical and commercial integrity of the full scope of its design which is now complete; the scoping and design review is still ongoing. The technical review confirmed that several elements of the Project's design would benefit from modification to bring it up to Anglo American plc's safety and operating integrity standards. These are not considered indicators of impairment or impairment reversal, and as such, management's judgment is that there were no triggers for impairment as of 31 December 2021.

The estimate of future cash flows and of an appropriate discount rate is inherently subjective and there remains a risk that an impairment of these assets could be derecognised in a future year if events were to occur that significantly changed these estimates.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021 (continued)

2. Finance expenses

All finance expenses reported in each year relate to foreign exchange gains and losses incurred on the remeasurement of monetary assets and liabilities to spot rate at the date that the transaction was settled or to the rate prevailing at the year-end date for any balances outstanding at year-end.

3. Loss before taxation

Auditors' remuneration is paid by the intermediate parent company, Anglo American Crop Nutrients Limited (formerly Anglo American Woodsmith Limited) for which there is no recharge.

The Company had no employees during the year (2020: nil). Directors of the company are remunerated by other companies within the Anglo American plc group, and no charge is made to the Company for the directors' services.

4. Property, plant and equipment

	Freehold land	Capital works in progress	Total
<i>Net book value (and historic cost)</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
At 1 January 2021	12,658	5,307	17,965
Additions	-	3,905	3,905
At 31 December 2021	12,658	9,212	21,870
At 31 December 2020	12,658	5,307	17,965
- cost	19,170	8,037	27,207
- Impairment loss	(6,512)	(2,730)	(9,242)

Impairment testing

As of 31 December 2021, there were no impairment or impairment reversal triggers.

Impairment tests performed as at 31 December 2020 in accordance with IAS 36 resulted in an impairment charge of \$9.2 million based on fair value less costs to dispose at the current discount rate of 9.6% (2020: 9.6%), the fair value assessment was based on the discounted cash flows from the latest mine life estimate and productions outputs.

5. Called up share capital

As at 31 December 2021 there were 4 (2020: 4) authorised, allotted, called up and fully paid ordinary shares with a par value of £1 in the Company. In addition, the Company has issued to Hancock British Holdings Ltd 1 non-voting share with a par value of £1 which has no rights associated with it, other than to receive notice of the occurrence of an insolvency event impacting the Company.

6. Loans from group companies

All loans from group companies are unsecured, USD-denominated, interest-free and repayable on demand.

ANGLO AMERICAN WOODSMITH (TEESSIDE) LIMITED > FINANCIAL STATEMENTS 2021**NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2021 (continued)****7. Ultimate parent undertaking and controlling party and subsequent events**

The immediate parent company is Sirius Minerals Holdings Limited, a company incorporated in the United Kingdom and registered in England and Wales. The ultimate parent company and controlling entity is Anglo American plc, a company incorporated in the United Kingdom and registered in England and Wales. Anglo American plc is the parent undertaking of the largest group which includes the Company and for which group financial statements are prepared. Anglo American Crop Nutrients Limited (formerly Anglo American Woodsmith Limited) is the parent undertaking of the smallest group which includes the Company and for which group financial statements are prepared. The financial statements of both Anglo American plc and Anglo American Crop Nutrients Limited may be obtained from the Company Secretary at its registered office of 17 Charterhouse Street, London, EC1N 6RA.

There have been no subsequent events impacting the Company since 31 December 2021 which require disclosure in these financial statements.