Directors' Report & Unaudited Financial Statements

For the period ended 31 December 2022

Team Pennine Limited

Registered Company 13274240 (England and Wales)

TEAM PENNINE LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS

COMPANY INFORMATION

DIRECTORS	A L Hornby (Resigned 28 May 2023) M A Dale (Resigned 13 January 2023) V L Pizzuti P R Turner H Rohard (Appointed 13 January 2023) A Brown (Appointed 3 April 2023)
SECRETARY	M A Dale (Resigned 13 January 2023)
REGISTERED OFFICE	Prospect Park Broughton Way Starbeck Harrogate HG2 7NY
REGISTERED NUMBER	13274240 (England and Wales)

DIRECTORS' STRATEGIC REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2022

The Directors present their strategic report for Team Pennine Limited (the Company) for the period of ending 31 December 2022.

REVIEW AND ANALYSIS OF THE BUSINESS DURING THE CURRENT PERIOD

The Company is a wholly owned subsidiary of Blazefield Buses Limited. The principal activity of the Company in the period under review was that of the operation of scheduled bus services within West Yorkshire. There have not been any significant changes in the Company's principal activities in the period under review. The Directors are not aware, at the date of this report, of any likely major changes in the company's activities in the next period.

KEY PERFORMANCE INDICATORS

As part of the wider Transdev Group the Directors believe that the key performance indicators relevant at this entity level are turnover and profit after tax as discussed below. Transdev Blazefield senior management monitor weekly KPI's on passenger levels, revenue and key costs including fuel, mpg and drivers' hours.

DEVELOPMENT AND FINANCIAL PERFORMANCE DURING THE PERIOD

The results for the period and the financial position of the Company are as shown in the financial statements. As the Company's profit and loss account shows on page 6, turnover increased by 273% to £7.7m (2021: £2.1m). Operating loss before tax increased to 23% of sales (2021: Operating Loss 12% of sales).

FINANCIAL POSITION AT THE REPORTING DATE

The balance sheet shows that the Company's net liabilities increased by £1.2m to £1.5m (2021: £0.2m). As noted in the Directors Report, there was no dividend paid during the period (2021: £Nil).

PRINCIPAL RISKS AND UNCERTAINTIES

The Directors have established a continuing process of risk management within the company to evaluate, monitor and manage any potential risks and uncertainties that could have an impact upon the company's long term performance. The Directors have established a strong culture of safety and security both for our staff and our passengers.

The principal risks facing the Company include passenger numbers, increasing fuel costs and decreasing concessionary fares reimbursement.

APPROVAL

This report was approved by the board on 27/10/23 and signed on its behalf by

A Brown
Director
Prospect Park
Broughton Way
Starbeck
Harrogate
HG2 7NY

DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2022

The Directors present their report and the financial statements for the Company for the period ended 31 December 2022.

DIRECTORS' RESPONSIBILITIES STATEMENT

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable laws 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, 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 and loss for that period.

In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The Directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The principal financial risks facing the Company are increases in labour and fuel costs, along with competitive pressures.

The largest element of the Company's operating costs relates to the cost of drivers. The Directors have established a process of monitoring all aspects of recruitment, training, personal development and remuneration to ensure the Company remains competitive and retains and recruits the best drivers.

FUTURE DEVELOPMENTS

The Directors will continue to focus on developing the business through investment in quality and productivity improvements and are confident that the business has potential for significant further growth. Based on the cash flow forecast the going concern basis has been used for the preparation of these financial statements.

The Directors have prepared the financial statements on a going concern basis as they expect that the Company will continue to operate for the foreseeable future. In completing their going concern assessment, the Directors have considered the impact of the Covid-19 pandemic on the Company's financial position and associated management actions to mitigate those impacts

EVENTS AFTER THE BALANCE SHEET DATE

No significant events occurred after the balance sheet date.

ENVIRONMENT

The Company recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by the Company's activities.

DIRECTORS' REPORT (Continued)
FOR THE PERIOD ENDED 31 DECEMBER 2022

FINANCIAL INSTRUMENTS
The Company's activities expose it to certain financial risks. These include liquidity risk which is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company aims to mitigate liquidity risk by managing cash generation by its operations.

DIRECTORS AND THEIR INTERESTS
The Directors during the period under review were:

A L Hornby (Resigned 28 May 2023)
M A Dale (Resigned 13 January 2023)
V L Pizzuti
P R Turner
H Rohard (Appointed 13 January 2023)
A Brown (Appointed 3 April 2023)

The Directors holding office at 31 December 2022 did not hold any beneficial interest in the issued share capital of the company at 31 December 2022.

All of the Directors of the Company have no interest in shares notifiable in accordance with the Companies Act 2006.

QUALIFYING THIRD-PARTY INDEMNITY PROVISIONS
The Company has granted indemnity against liability to its Directors during the period. Appropriate Directors' and officers' liability insurance cover is in place in respect of all of the Company's Directors.

DISCLOSURE IN THE STRATEGIC REPORT
As permitted by Paragraph 1A of Schedule 7 to the Large and Medium-sized Companies and Groups (accounts and reports) Regulations 2008 certain matters which are required to be disclosed in the Directors' report have been omitted as they are included in the strategic report on page 3. These matters relate to asset values.

DISABLED EMPLOYEES
The Company's policy in respect of disabled persons is that their applications for employment are always fully and fairly considered, bearing in mind the aptitudes and abilities of the applicant concerned. In the event of a member of staff becoming disabled, every effort is made to ensure that employment with the Company continues and where necessary, appropriate training is arranged. It is the Company's policy that training, career development and promotion of disabled persons should, as far as possible, be identical with that of all other employees in similar position.

EMPLOYMENT POLICIES
The Company strives to meet its business objectives by motivating and encouraging its employees to be responsive to the needs of its customers and continually improve operational performance. The Company is committed to providing equality of opportunity to employees and potential employees. This applies to appropriate training, career development and promotion for all employees regardless of physical ability, gender, sexual orientation, religion or ethnic origin.

POLITICAL CONTRIBUTIONS
No political donations were made during the current period.

DIRECTORS' REPORT (Continued)
FOR THE PERIOD ENDED 31 DECEMBER 2022

AUDIT EXEMPTION
The Directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.

ON BEHALF OF THE BOARD:

A Brown
Director
Prospect Park
Broughton Way
Starbeck
Harrogate
HG2 7NY

Date: 27/10/23

PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 2022

	Notes	52 Weeks ended 31 December 2022 £'000	42 Weeks ended 31 December 2021 £'000
Continuing operations			
Turnover	1	**7,665**	2,057
Cost of sales		**(8,532)**	(2,063)
Gross loss		**(867)**	(6)
Administrative expenses		**(868)**	(234)
Loss before tax	2	**(1,735)**	(240)
Tax credit	6	**514**	-
Loss for the period attributable to the equity holders		**(1,221)**	(240)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2022

There are no recognised gains or losses other than the loss attributable to the shareholders of the Company of (£1.2m) for the period ended 31 December 2022 (2021: £0.2m loss)

The notes on pages 9 to 18 are an integral part of these financial statements.

TEAM PENNINE LIMITED
REGISTERED NUMBER: 13274240

BALANCE SHEET
AS AT 31 DECEMBER 2022

	Notes	As at 31 December 2022 £'000	As at 31 December 2021 £'000
Fixed assets			
Property, plant and equipment	7	**506**	401
Deferred tax		**514**	-
		1,020	401
Current assets			
Inventories	8	**170**	46
Debtors	9	**529**	1,004
Cash and bank		**442**	-
		1,141	1,050
Total assets		**2,161**	1,451
Current liabilities			
Creditors	11	**(848)**	(714)
Bank loans and overdrafts	10	**-**	(193)
		(848)	(907)
Net current assets		**293**	143
Non-current liabilities			
Amounts owing to Group undertakings		**(2,773)**	(783)
Total liabilities		**(3,621)**	(1,690)
Net assets		**(1,460)**	(239)
Capital and reserves			
Called up share capital	12	**1**	1
Profit and loss account		**(1,461)**	(240)
Total equity		**(1,460)**	239

The notes on pages 9 to 18 are an integral part of these financial statements.

For the period ending 31 December 2022, the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies. The members have not required the Company to obtain an audit of its accounts for the period in question in accordance with section 476;

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. The financial statements were approved by the board of Directors and authorised for issue on 27/10/23

They were signed on its behalf by:

A Brown - Director

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2022

	Notes	Equity share capital £'000	Revaluation reserve £'000	Retained earnings £'000	Total £'000
Incorporation 17 March 2021		1	-	-	1
Loss for the period		-	-	(240)	(240)
Balance at 31 December 2021		1	-	(240)	(239)
Loss for the period		-	-	(1,221)	(1,221)
Balance at 31 December 2022		1	-	(1,461)	(1,460)

The notes on pages 9 to 18 are an integral part of these financial statements.

GENERAL INFORMATION

Team Pennine Limited operates scheduled bus services within East Lancashire. The Company is a private limited company incorporated and domiciled in the United Kingdom. The address of the registered office is Prospect Park, Broughton Way, Starbeck, Harrogate, HG2 7NY.

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in 'Pounds Sterling' (£), which is also the Company's functional currency. The financial statements of the company are rounded to the nearest thousand (£'000).

The Company does not have any foreign operations.

PRINCIPAL ACCOUNTING POLICIES

SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

BASIS OF ACCOUNTING

As a wholly owned subsidiary of Transdev Blazefield Limited, which produces consolidated financial statements, the Company has taken advantage of FRS 101. The financial statements have been prepared in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of freehold land and buildings, and in accordance with the Companies Act 2006.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101: References to Regulations refer to the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008.

- The requirement per IAS 7 Statement of cash flows to prepare a statement of cash flows.
- The requirements of 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.
- The requirements of paragraph 17 of IAS 24 Related Party Disclosures to disclosure key management personnel compensation.
- The requirements of IFRS 7 Financial Instruments: Disclosures provided that equivalent disclosures are included in the consolidated financial statements of the group in which the entity is consolidated.
- 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, and
- The requirements of paragraphs 10(d), 10(f), 16, 40, 111 and 134 to 136 of IAS 1 Presentation of Financial Statements (effective 1 January 2009).
- The requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors.

The financial statements have been prepared on the historical cost basis except for the revaluation of freehold land and buildings. The principal accounting policies adopted are set out below. The financial statements have been prepared under the same accounting policies as for the prior period.

GOING CONCERN

The financial statements have been prepared on a going concern basis which assumes that the Company will continue in operation.

PRINCIPAL ACCOUNTING POLICIES (Continued)

REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can reliably be measured. Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable from transport and income from other commercial services, net of VAT.

The following criteria must also be met before revenue is recognised.

Rendering of services
The revenue of the Company comprises income from road passenger transport. Bus revenue comprises amounts receivable generated from ticket sales and income generated from services provided on behalf of local transport authorities.

Revenue is recognised by reference to the stage of completion of the customer's journey or for other services based on the proportion of services provided. The attributable share of season ticket or travel card income is deferred within liabilities and released to the profit and loss account over the life of the relevant season ticket or travel card.

PROPERTY, PLANT AND EQUIPMENT

Freehold land and buildings are stated in the balance sheet at its revalued amount, being the fair value at the date of revaluation, determined from market-based evidence by appraisal undertaken by professional valuers. Revaluations are performed with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair values at the balance sheet date.

Any revaluation surplus arising on the revaluation of such land and buildings is credited to the revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised as an expense, in which case, the surplus is credited to the profit and loss account to the extent of the decrease previously charged. A decrease in carrying amount arising on the revaluation of such land and buildings is charged as an expense to the extent that it exceeds the balance, if any, held in the revaluation reserve relating to a previous revaluation of that asset.

On subsequent sale of the revalued land and buildings, the attributable revaluation surplus remaining in the revaluation reserve is transferred directly to accumulated profits.

Freehold land is not depreciated.

Plant and machinery are stated at cost less accumulated depreciation and any recognised impairment loss.

Depreciation is charged so as to write off the cost or valuation of assets to residual value over their estimated useful lives, using the straight line method on the following bases:

Freehold property	Not depreciated
Freehold alterations	Between 5 and 10 years
Plant and machinery	Between 3 and 10 years

The gain or loss arising on the disposal of retirement of an asset is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in income.

All fixed assets are reviewed for impairment in accordance with IAS 36 'Impairment of Assets' when there are indications that the carrying value may not be recoverable. Capital grants relating to property, plant and equipment are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned.

STOCKS

Stocks consist of fuel and materials required for the operation and maintenance of buses. These materials are valued at cost less due allowance for obsolete and slow moving items.

PRINCIPAL ACCOUNTING POLICIES (Continued)

FINANCIAL INSTRUMENTS
Financial assets within the scope of IAS 39 are classified as financial assets at fair value through profit or loss, loans and debtors, held-to-maturity investments, available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Company determines the classification of its financial assets at initial recognition.

All financial assets are recognised initially at fair value plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs.

Financial liabilities within the scope of IAS 39 are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value and in the case of loans and borrowings, plus directly attributable transaction costs. Financial assets and financial liabilities are recognised on the Company's balance sheet when the company becomes a party to the contractual provisions of the instrument.

The Company's financial assets include cash, trade and other debtors.

The Company's financial liabilities include trade and other creditors, loans and borrowings.

Trade and other debtors
Trade debtors do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

Subsequently, trade and other debtors are carried at amortised cost using the effective interest rate method, where the time value of money is significant.

Appropriate allowances for estimated irrecoverable amounts are recognised in the Profit and Loss Account when there is objective evidence that the asset is impaired.

Trade creditors
Trade creditors are initially measured at fair value, and are not interest bearing. Subsequently, trade creditors are carried at amortised cost using the effective interest rate method, where the time value of money is not significant.

Interest-bearing borrowings
Interest-bearing loans are initially recorded at the value of the amount received, net of attributable transaction costs. Subsequent to initial recognition, interest bearing borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the Profit and Loss Account over the period of the borrowing on an effective interest rate.

RETIREMENT BENEFIT COSTS
The Company is part of the Blazefield Holdings Pension Plan, a defined benefit retirement scheme. The plan is a funded scheme with values determined by actuarial calculations. The plan shares the risks between the various entities under common control.

There is no contractual agreement or stated policy for charging the net defined benefit cost for the plan as a whole measured in accordance with IAS 19 to individual group entities. Therefore, in accordance with IAS 19 the net defined benefit cost is recognised in the individual financial statements of Transdev Blazefield Limited, which is legally the sponsoring employer for the plan. Other group entities participating in the scheme recognise a cost equal to their contribution payable in the period and are charged to the profit and loss account as they fall due.

The Company operates a defined contribution pension scheme. The assets of this scheme are held in a separately administered fund. Pension costs are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

PRINCIPAL ACCOUNTING POLICIES (Continued)

TAXATION
The tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally-enforceable right to set off current tax assets against current tax liabilities and when they related to income taxes levied by the same taxation authority and the company intends to settle its current tax assets and liabilities on a net basis.

LEASING
Leases are classified as finance lease agreements whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Rentals payable under operating leases are charged to the profit and loss account on a straight-line basis over the period of the lease.

CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY
The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. 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.

The following judgements have the most significant effect on amounts recognised in the financial statements:

Operating leases
The group has entered into commercial property and vehicle leases as a lessee. The classification of such leases as operating or finance lease requires the Company to determine, based on an evaluation of the terms and conditions of the arrangements, whether it retains or acquires the significant risks and rewards of ownership of these assets and accordingly whether the lease requires an asset and liability to be recognised in the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 31 DECEMBER 2022

1. TURNOVER

All of the company's turnover and profit before taxation represents the gross revenue from scheduled bus services and is stated net of value added tax.

2. PROFIT BEFORE TAX

The profit before taxation has been arrived at after charging/(crediting) the following amounts:

	2022 £'000	2021 £'000
Operating leases expenses	538	19
Depreciation of property, plant and equipment	187	14
Reimbursement of fuel duty	(141)	(73)
Cost of stocks recognised as an expense	14	7

3. DIRECTORS' EMOLUMENTS

The Directors of the Company are also Directors of the holding Company and fellow subsidiaries. The Directors are remunerated in the holding Company, there is no charge in this Company for their services.

4. STAFF COSTS

Staff costs during the period amounted to:	2022 £'000	2021 £'000
Wages and salaries	3,616	1,523
Social security	310	116
Other pension costs	102	39
	4,028	1,678

The average number of people employed by the Company (including Directors) during the period was as follows:

	2022	2021
Drivers	119	119
Engineers and maintenance	15	20
Office and Management	5	4
	139	143

5. TAXATION

The tax charge on the profit for the period was as follows:

	2022 £'000	2021 £'000
Current tax		
UK corporate tax at 19%	-	-
Deferred taxation		
Origination and reversal of temporary differences	(514)	-
	(514)	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2022

5. TAXATION (Continued)

Corporation tax is calculated at 19% (2021: 19%) of the estimated assessable profit for the period. The effective tax rate, calculated on the basis of total tax expense as a proportion of profit before tax is Nil% (2021: Nil%)

The charge for the period can be reconciled to the profit per the profit and loss account as follows:

	2022 £'000	2021 £'000
Loss before taxation	(1,735)	(240)
Loss)multiplied by standard rate of corporation tax in the UK of 19% (2021 19%)	(330)	(46)
Remeasurement of deferred tax for changes in tax rates	(106)	-
Fixed asset differences	(4)	(20)
Movement in deferred tax not recognised	(74)	66
Total tax charge	(514)	-

6. PROPERTY, PLANT AND EQUIPMENT

Cost or valuation	Freehold *Property* £'000	Plant & *Machinery* £'000	Total £'000
At 31 December 2021	30	385	415
Additions	247	152	399
Disposals	(107)	-	(107)
At 31 December 2022	170	537	707
Depreciation			
At 31 December 2021	1	13	14
Charge for the period	21	166	187
At 31 December 2022	22	179	201
Carrying amount			
At 31 December 2022	148	358	506
At 31 December 2021	29	372	401

Property, Plant and Equipment with a carrying value of £Nil pledged as security for an intercompany guarantee.

7. STOCKS

	2022 £'000	2021 £'000
Materials	39	46
Fuel	131	-
	170	46

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2022

8. DEBTORS

	2022 £'000	2021 £'000
Trade debtors	157	119
Other debtors	37	260
Prepayments and accrued income	335	625
	529	1,004

Ageing analysis of trade debtors

	2022 £'000	2021 £'000
Neither past due or impaired	-	-
< 30 days	114	39-
31 – 90 days	35	20
91 – 180 days	1	6
>180 day	7	54
	157	119

The Directors consider that the carrying amount of trade and other debtors approximates to their fair value. The average credit period taken on sales of services is 11 days (2021: 21 days).

The Group's principal financial assets are bank balances and cash and trade and other debtors. There is no concentration of credit risk. The company has no significant concentration of credit risk.

9. CASH AT BANK AND IN HAND

	2022 £'000	2021 £'000
Cash and bank	442	-
Bank overdraft	-	(193)

10. CREDITORS

	2022 £'000	2021 £'000
Trade creditors	311	56
Amounts owed to group undertakings	150	59
Other creditors	174	369
Holiday pay	62	62
Other taxation and social security	79	25
Accruals and deferred income	72	143
	848	714

Trade creditors and accruals principally comprise amounts outstanding for trade purchases and ongoing costs. The average credit period taken for trade purchases is 49 days (2021: 9 days)..

The Directors consider that the carrying amount of trade creditors approximates to their fair value.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2022

11. CALLED UP SHARE CAPITAL

	2022 £'000	2021 £'000
Authorised share capital		
1,000 Ordinary shares of £1 each	1	1
Issued share capital		
1,000 Called up, allotted and fully paid ordinary shares of £1 each	-	-

The Company has one class of ordinary shares which carry no right to fixed income.

12. PENSIONS

Defined benefit scheme
There is no contractual agreement or stated policy for charging the net defined benefit cost for the plan as a whole measured in accordance with IAS 19 to individual group entities. The net defined benefit cost has therefore been recognised in the financial statements of Transdev Blazefield Limited, which is legally the sponsoring employer for the plan. The Company has therefore recognised the cost equal to their contribution. The amount payable for the period is £Nil (2021: £Nil).

Information about the plan as a whole is presented below:

	2022 %	2021 %
Key assumptions used:		
Discount rate/expected return on scheme asset	4.75	2.00
Expected rate on salary increases	N/A	N/A
Future pension increases (RPI)	3.25	3.50
Future pension increases (CPI)	2.35	2.60

As the scheme was closed before the start of this financial period and all members transferred to a defined contribution scheme, there will be no further expected salary increases as there are no members.

Movements in the present value of defined benefit obligations were as follows:

	2022 £'000	2021 £'000
At beginning of the period	44,269	48,099
Interest cost	869	662
Actuarial gains and losses	(10,799)	(2,827)
Member contributions, net of benefits paid	(1,761)	(1,665)
At end of the period	32,578	44,269

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2022

12. PENSIONS (Continued)

Defined benefit scheme (Continued)

Movements in the fair value of scheme assets were as follows:

	2022 £'000	2021 £'000
At beginning of the period	42,864	41,590
Expected return on scheme assets	848	576
Actuarial gains/(losses)	(12,878)	1,584
Employers' contributions	805	779
Member contributions, net of benefits paid	(1,761)	(1,665)
At end of the period	29,878	42,864

The analysis of the fair value of the scheme assets at the balance sheet date was as follows:

	2022 £'000	2021 £'000
Equity instruments	24,641	21,295
Debt instruments	4,257	8,632
Property	850	850
Cash/other assets	130	12,087
	29,878	42,864

To develop the expected long-term rate of return on assets assumption, the Company considered the current level of expected returns on risk free investments (primarily government bonds), the historical level of the risk premium associated with the other asset classes in which the portfolio is invested and the expectations for future returns of each asset class. The expected return for each asset class was then weighted based on the target asset allocation to develop the expected long-term rate of return on assets assumption for the portfolio.

The sensitivity of the present value of defined benefit obligations is as follows:

Base Scenario	Discount Rate (+0.5%)	Discount Rate (-0.5%)	Inflation Rate (+0.5%)	Inflation Rate (-0.5%)
32,578	30,701	34,587	33,566	31,662

The five year history of experience adjustments is as follows:

	2022 £'000	2021 £'000
Present value of defined benefit obligations	(32,578)	(44,269)
Fair value of scheme assets	29,878	42,864
Deficit in the scheme	(2,700)	(1,405)
Experience adjustments on scheme liabilities		
Amount (£'000)	-	-
Percentage of scheme liabilities (%)	0.0%	0.0%
Experience adjustments on scheme assets		
Amount (£'000)	(12,878)	1,584
Percentage of scheme assets (%)	(43.1%)	3.7%

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2022

12. PENSIONS (Continued)

Defined benefit scheme (Continued)

The estimated amounts of contributions expected to be paid to the scheme for the period ending 31 December 2023 is £605k (2022: £807k).

Defined contribution scheme
The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charged to income represents contributions payable by the Company to the fund at rates specified in the rules of the plan and amounted to £177k (2021: £117k). Contributions totalling £17k (2021: £17k)were payable to the fund at the balance sheet date.

13. CONTINGENT LIABILITIES

Group bank borrowings, of £Nil (2021: £Nil) are secured by a fixed and floating charge over the assets of the Company incorporating an unlimited intercompany composite guarantee between group companies, debentures by all group companies and first legal charges over group freehold properties.

The Company is included in th46e cross guarantees in respect of the funding facilities from RBS held by the parent company on behalf of the group.

14. RELATED PARTY DISCLOSURES

The Company is a wholly owned subsidiary of Transdev Blazefield Limited, which produces consolidated financial statements. As a result, the Company is exempt of the requirement in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of the group, provided that any subsidiary which is party to the transaction is wholly owned by such a member.

There are no other related party transactions in the period.

15. PARENT UNDERTAKING

Transdev Blazefield Limited is the immediate parent undertaking.

The ultimate parent undertaking is Caisse des Dépôts et Consignations, a French public sector financial institution.

The consolidated financial statements of Caisse des Dépôts et Consignations are available at 56 Rue de Lille, 75 356 Paris.

The parent undertaking of the smallest group of undertakings for which group accounts are drawn up and of which the company is a member is Transdev Blazefield Limited, a company registered in England and Wales.