

Biffa GS Holdings Limited
Annual Report and Financial Statements
For the 52 weeks ended 29 March 2019

Registered number: 04602885



Biffa GS Holdings Limited
Company Information
For the 52 weeks ended 29 March 2019

Registered office

Coronation Road
Cressex Business Park
High Wycombe
Buckinghamshire
HP12 3TZ

Directors

M Topham
R Pike
Biffa Corporate Services Limited

Biffa GS Holdings Limited
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For the 52 weeks ended 29 March 2019

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Biffa GS Holdings Limited
Strategic Report
For the 53 weeks ended 29 March 2019

The Directors present here a strategic review of the business of Biffa GS Holdings Limited (the Company). This contains certain forward looking statements with respect to the financial condition, results, operations and business of the Company. By their nature, these statements and forecasts involve risk and uncertainty because they relate to events and depend on circumstances that may or may not occur in the future. There are a number of factors that could cause actual results or developments to differ materially from those expressed or implied by these forward looking statements and forecasts.

Our Strategy

The vision of the group of companies owned by Biffa plc (the Biffa Group) is to become the UK's undisputed leading solutions provider of creative sustainable waste management services whilst delivering sustainable growth, reducing risk and improving the long term financial performance.

The Company has focused on five key goals during the 52 weeks ended 29 March 2019. It is believed that continued focus on these five key goals will drive the desired success across all areas of the business for the next financial period. These goals are:

- **Working together safely**

We aim to be industry leading in health and safety, keeping our customers, employees and the general public safe at all times, whilst minimising the impact we have on the environment.

- **First choice for customers**

To be the leading brand and solutions provider by delivering high quality, innovative services which deliver great value and are the envy of our competitors.

- **Easy to do business with**

We continue to ensure our key business processes are lean, efficient, effective and fit for purpose.

- **Building pride in Biffa**

We want our people to be enthusiastic about our business and willing to go the extra mile.

- **Growing profitably**

We aim to deliver period on period growth through the effective management of our business.

Review of the period

The Company continued to operate as a holding and financing company within the Biffa Group. The principal activities of its subsidiaries, the Biffa GS businesses, are the provision of integrated waste management services, comprising collection, treatment, recycling, and disposal of waste and the provision of energy services within the majority of their business in the United Kingdom.

For a detailed review of the Company's position refer to the Statement of Financial Position on page 11.

Biffa GS Holdings Limited
Strategic Report (continued)
For the 52 weeks ended 29 March 2019

Financial results

	52 weeks to 29 March 2019 £'000	53 weeks to 30 March 2018 £'000	Movement £'000
Result/(loss) before taxation	-	-	-
Taxation	-	-	-
Result/(loss) after taxation	-	-	-

The Directors do not propose the payment of a dividend (2018: £nil). No interim dividends were paid during the period (2018: £nil).

Non-financial key performance indicators in respect of the Biffa Group are shown in the Financial Statements of Biffa plc for the period to 29 March 2019, which do not form part of this report.

Future outlook

The Company will continue to operate as a holding and financing company within the Biffa Group.

Principal risks

The Directors are aware of the need to review all aspects of risk which are likely to affect the financial stability of the Company and its subsidiaries, whether it be from either the sales or the cost side of the business. On an annual basis the Directors carry out a detailed internal risk assessment analysis on all aspects of the business. The key risks that may prevent the Company and its subsidiaries from achieving its objectives are:

- The technologies employed fail to deliver expected performance or end product for the markets in which the Company and its subsidiaries operate.
- The Company and its subsidiaries' service offerings fail to react to legislative and market dynamics.
- The Company and its subsidiaries have contractual and other arrangements with numerous third parties in support of their business. None of these is considered, individually, to be essential to the business of the Company.

In mitigation of the above risks, the Company continues to make significant investment in new technologies and regularly reviews their service offerings to ensure they are fully compliant and meet the needs of their customers.

Biffa GS Holdings Limited
Strategic Report (continued)
For the 52 weeks ended 29 March 2019

Credit risk

Credit risk is managed on a group basis as appropriate. Credit risk arises from cash and cash equivalents, derivative financial instruments and deposits with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables. For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.

Currency risk

The Company and the Biffa Group have no material exposure to currency arrangements.

Employees

The Company regularly reviews its employment practices to ensure it promotes dignity at work, equal opportunity and good working relations based on fairness, equality and inclusiveness. The safety of employees is the top priority.

The Company puts employee engagement at the heart of its people strategy and plans and the Group remains committed to further increasing employee engagement. Currently at 58%, this has increased by 5 percentage points in the year. The increase is ahead of the Group's strategic target of 2 percentage point's increase per year. Employee engagement has informed our people strategy, particularly in the area of development and as a result the Group has invested significantly in both technical training and management development.

The Company is committed to the continual development of the skills and knowledge and behaviours of its people, providing statutory and safety related training, quality role specific personal development programmes, 'core skills' and management capability building programmes. Opportunities for continual professional development are offered through a variety of approaches, including classroom based training, e-learning and on the job coaching and assignment to projects.

The Company promotes meritocracy, endeavouring to fill internal vacancies by internal appointments wherever possible. It builds constructive relationships with recognised trade unions and safeguards equality of opportunity and respect for colleagues in the workplace through its policies and practices.

It is the policy of the Company to give full consideration to applications for employment made by disabled persons, having regard to their particular aptitudes and abilities and to provide for the training, career development and promotion of disabled persons employed by the Company and the Biffa Group. The Company and the Biffa Group will endeavour to retain employees who become disabled during their employment and will provide for retraining where possible to allow such employees to fulfil their potential.

Approved by the Board of Directors and signed on behalf of the Board;

R Pike
Director



17 December 2019

Biffa GS Holdings Limited
Report of the Directors
For the 52 weeks ended 29 March 2019

Directors: M Topham
R Pike
Biffa Corporate Services Limited

The Directors present their Annual Report together with the unaudited Financial Statements of Biffa GS Holdings Limited for the 52 week period ended 29 March 2019 (2018: 53 weeks ended 30 March 2018).

Principal activity and business review

The Company's principal activity is that of a holding and financing Company. The Company is a member of the Biffa Group. The Company directly holds 77.6% of the share capital of Biffa GS UK Holdings Limited and indirectly holds the remaining 22.4% via Materials Recovery Nominees Ltd.

The principal activities of its subsidiaries, and indirectly held subsidiaries, the Biffa GS businesses, are the provision of integrated waste management services, comprising collection, treatment and recycling, and disposal of waste and the provision of energy services with the majority of their business in the United Kingdom. During the current period five dormant subsidiary entities were dissolved via voluntary strike off.

Future developments

The Directors plan to continue with the Company's current activity for the foreseeable future.

Results and dividends

The results for the period are set out on page 10. The administration costs of the Company are borne by a fellow group undertaking. The Directors do not recommend the payment of a dividend in respect of the financial period (2018: £nil).

FRS 101 Reduced Disclosure Framework

The Financial Statements have been prepared and approved by the Directors in accordance with Financial Reporting Standard (FRS) 101 Reduced Disclosure Framework issued by the Financial Reporting Council.

Directors

The following changes to the board of Directors during the 52 weeks to 29 March 2019 and up until the date of this report are detailed below:

M Topham appointed as Director on 28 September 2018.

R Pike appointed as Director on 28 September 2018.

I Wakelin resigned as Director on 28 September 2018.

Charitable and political donations

The Company made no charitable or political donations during the period (2018: £nil).

Employee engagement and disabled persons

The Company puts employee engagement at the heart of its people strategy and plans, as detailed within the Strategic Report on page 5.

Biffa GS Holdings Limited
Report of the Directors (continued)
For the 52 weeks ended 29 March 2019

Going concern

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in this report.

The Company is managed as part of the Biffa Group. The Biffa Group has committed facilities which the Directors consider sufficient to service its ongoing working capital and capital investment requirements.

Biffa plc which owns the entire shareholding of the Company via its holdings in subsidiary undertakings has indicated its written intention to continue to provide financial support to the Company to enable it to meet its debts as they fall due for a minimum of one year following the signing date.

After considering the above and making enquiries, the Directors have a reasonable expectation that the Company is well placed to manage its business risks successfully, and have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the Annual Report and Financial Statements.

Risk and risk management strategy

The Company faces a number of financial risks in the ordinary course of business, principally liquidity risk.

The Company's overall risk management programme is the responsibility of the Directors. They seek to minimise potential adverse effects on the Company's financial performance from fluctuations in financial markets and to manage these risks in a non-speculative manner.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to manage liquidity is to ensure as far as possible that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Company's reputation. It is the policy of the Company and the Biffa Group to have adequate committed undrawn facilities available at all times to cover unanticipated financing requirements.

Directors' indemnities

The Company has made qualifying third party provisions as defined in the Companies Act 2006 (the Act) for the benefit of its Directors. These provisions remain in force at the date of this Annual Report.

In accordance with the Company's articles, and to the extent permitted by law, the Company may indemnify its Directors out of its own funds to cover liabilities arising as a result of their office. The Group holds Directors' and Officers' Liability insurance cover for any claim brought against Directors or Officers for wrongful acts in connection with their positions, but the cover does not extend to claims arising from dishonesty or fraud.

Biffa GS Holdings Limited
Report of the Directors (continued)
For the 52 weeks ended 29 March 2019

Audit exemption

For the period ended 29 March 2019, the Company was entitled to exemption from audit under section 479A of the Act relating to subsidiary companies as disclosed in the Annual Report and Financial Statements of Biffa plc which can be obtained from the registered office at Coronation Road, Cressex Business Park, High Wycombe, Buckinghamshire, HP12 3TZ.

Approved and signed on behalf of the Board

A handwritten signature in black ink, appearing to be 'R Pike', with a large, stylized 'R' and a smaller 'Pike' written below it.

R Pike
Director

17 December 2019

Biffa GS Holdings Limited
Statement of Directors' Responsibilities
For the 52 weeks ended 29 March 2019

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 period. 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 101 "Reduced Disclosure Framework". 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 judgments and accounting estimates that are reasonable and prudent;
- 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 Act. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

Biffa GS Holdings Limited
Income Statement
For the 52 weeks ended 29 March 2019

	Notes	52 weeks to 29 March 2019 £'000	53 weeks to 30 March 2018 £'000
Operating expense		(1,520)	(1,520)
Other income		1,520	1,520
Result before taxation	4	-	-
Taxation	5	-	-
Result for the period		-	-

The accompanying notes form an integral part of the Financial Statements.

The Company has no gains or losses other than the result shown above and therefore no separate Statement of Other Comprehensive Income has been presented.

Biffa GS Holdings Limited
Balance Sheet
As at 29 March 2019

	Notes	As at 29 March 2019 £'000	As at 30 March 2018 £'000
Fixed assets			
Investments in subsidiaries undertakings	6	5,035	5,035
Creditors: amounts falling due within one year	7	(5,124)	(5,124)
Net current liabilities		<u>(5,124)</u>	<u>(5,124)</u>
Total assets less current liabilities		<u>(89)</u>	<u>(89)</u>
Provisions for liabilities	8	<u>(968)</u>	<u>(968)</u>
Net assets		<u>(1,057)</u>	<u>(1,057)</u>
Capital and reserves			
Called up share capital	9	78,457	78,457
Capital contribution reserve		947	947
Retained earnings		<u>(80,461)</u>	<u>(80,461)</u>
Total shareholder's funds		<u>(1,057)</u>	<u>(1,057)</u>

Company number: 04602885

The accompanying notes form an integral part of the Financial Statements.

For the period ended 29 March 2019 the Company was entitled to exemption from audit under section 479A of the Act relating to subsidiary companies.

The members have not required the Company to obtain an audit of its accounts for the period ended 29 March 2019 in accordance with section 476 of the Act.

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

These Financial Statements were approved and authorised for issue by the Board on 17 December 2019 and signed on its behalf by

R Pike
Director



Biffa GS Holdings Limited
Statement of Changes in Equity
As at 29 March 2019

	Called up share capital (note 9) £'000	Capital contribution £'000	Retained earnings £'000	Total £'000
At 24 March 2017	78,457	947	(80,461)	(1,057)
Total comprehensive expense	-	-	-	-
At 30 March 2018	78,457	947	(80,461)	(1,057)
Total comprehensive expense	-	-	-	-
At 29 March 2019	78,457	947	(80,461)	(1,057)

In 2009, share options in NTR plc, the previous ultimate parent company were granted to the former minority interest holders in Biffa GS UK Holdings Limited in consideration for their stake in Biffa GS UK Holdings Limited. The goodwill recognised on the acquisition of the minority interest was £946,836 based on the valuation of the share options granted to the minority interest holders in respect of their stake in the Company. This has been accounted for as a capital contribution reserve in equity.

Biffa GS Holdings Limited
Notes to the Financial Statements
For the 52 weeks ended 29 March 2019

1 Reporting entity

Biffa GS Holdings Limited is a private company, limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales.

2 Basis of preparation

(a) Statement of compliance

The Financial Statements have been prepared and approved by the Directors in accordance with FRS 101 Reduced Disclosure Framework issued by the Financial Reporting Council. The Company adopted FRS 101 Reduced Disclosure Framework to take advantage of the reduced disclosures available as the Company meets the definition of a qualifying entity.

- a) IFRS 7 'Financial Instruments: Disclosures';
- b) IAS 1 'Presentation of Financial Statements' paragraphs 10(d), 10(f), 16, 38 (requirement to present comparative information), 39(c), 111 and 134-136;
- c) IAS 16 'Property, Plant and Equipment' paragraph 73(e)
- d) IAS 7 'Statement of Cash Flows';
- e) IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' paragraphs 30 and 31;
- f) IAS 24 'Related Party Disclosures' paragraph 17, and the Company has also taken advantage of the exemption from the requirements in IAS 24 'Related Party Disclosures' to disclose related party transactions entered into between two or more members of the Biffa Group
- g) IAS 36 'Impairment of Assets' paragraphs 134(d)-(f) and 135(c)-(e)

In the current year, the company has applied from 31 March 2018 IFRS9 Financial Instruments (as revised in July 2014) and the related consequential amendments to other IFRS standards that are effective for an annual period that begins on or after 1 January 2018.

IFRS 9 introduced new requirements for:

- the classification and measurement of financial assets and liabilities
- impairment of financial assets; and
- general hedge accounting

IFRS 9 modifies the classification and measurement of certain classes of financial assets and liabilities and requires the company to reassess the classification of financial assets from four to three primary categories (amortised cost, fair value through profit and loss (FVTPL), fair value through other comprehensive income (FVTOCI), reflecting the business model in which assets are managed and their cash flow characteristics. Financial liabilities continue to be measured at either fair value through profit and loss or amortised cost.

IFRS 9 requires an expected credit loss (ECL) model to be applied to financial assets rather than the incurred credit loss model required under IAS 39. The ECL is calculated by considering the probability of default and exposure at default. The probability of default is an estimate of the likelihood of default over the expected lifetime of the debt. The assessment of credit risk and the estimation of ECL are required to be unbiased, probability weighted and should incorporate all available information relevant to the assessment, including information about past events, current conditions and reasonable and supportable forecasts of economic conditions at the reporting date. IFRS 9 requires credit risk to be considered on initial recognition of the financial asset and then subsequently at each balance sheet date. The forward-looking aspect of IFRS 9 requires considerable judgement as to how changes in economic factors affect ECLs.

The adoption of IFRS 9 has not has any impact on the results or disclosures in the current or prior period.

In the current year, the Group has applied IFRS 15 Revenue from contracts with customers (as amended in April 2016). The date of initial application is 31 March 2018. IFRS 15 provides a single principles based approach using the five step model to the recognition of the revenue from all contracts with customers. It focuses on the identification of performance obligations are satisfied.

The company has undertaken a comprehensive analysis and concluded that IFRS 15 has not had any impact on the disclosures or the amounts being reported in either the current or the prior period.

The Financial Statements for 2019 have been prepared for the 52 week period ended 29 March 2019. The prior year was a 53 week period to 30 March 2018. The upcoming year will also be a 52-week period, up to 27 March 2020.

Details of the parent in whose consolidated Financial Statements the Company is included are shown in note 2(d) below.

(b) Presentational and functional currency

The Financial Statements are presented in Sterling, which is also the Company's functional currency.

(c) Measurement

The Financial Statements have been prepared on the historical cost basis.

(d) Consolidation

The Company is exempt from the preparation of consolidated Financial Statements under IAS 27, because it is included in the consolidated Financial Statements of Biffa plc, as detailed in note 11.

(e) Estimates and uncertainties

The preparation of Financial Statements in conformity with FRS 101 Reduced Disclosure Framework, 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 the 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.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

2 Basis of preparation (continued)

(e) Estimates and uncertainties (continued)

The key source of estimation uncertainty and critical accounting judgements in applying the Company's accounting policies is in the recoverability of investments in subsidiaries.

The carrying amounts of the Company's investments in subsidiaries are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. The recoverable amount of an investment is the greater of its net selling price and value in use.

The value in use of each trading subsidiary has been assessed using the estimated future cash flows of the subsidiary discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the investment. The net selling price has been determined as the net assets/(liabilities) as presented within the subsidiaries own Financial Statements as at 29 March 2019.

(f) Going concern

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Report of the Directors on pages 6 to 8.

The Company is managed as part of the Biffa Group. The Biffa Group has committed facilities which the Directors consider sufficient to service its ongoing working capital and capital investment requirements.

Biffa plc which owns the entire shareholding of the Company via its holdings in subsidiary undertakings has indicated its written intention to continue to provide financial support to the Company to enable it to meet its debts as they fall due for a minimum of one year following the signing date.

After considering the above and making enquiries, the Directors have a reasonable expectation that the Company is well placed to manage its business risks successfully, and have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the Annual Report and Financial Statements.

3 Significant accounting policies

The accounting policies set out below have been applied consistently by the Company to all periods presented in these Financial Statements.

(a) Impairment

The carrying amounts of the Company's assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. Non-depreciable assets are assessed annually for impairment. In assessing an asset for impairment, the recoverable amount of the asset or its cash-generating unit is estimated. An impairment loss is recognised when the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in profit or loss.

(i) Calculation of recoverable amount

The recoverable amount of such assets is the greater of their net selling price and value in use. In assessing the recoverable value the net assets of the subsidiary entities have been referenced in order to estimate their fair value.

(ii) Reversals of impairment

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, if no impairment loss had been recognised.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

3 Significant accounting policies (continued)

(b) Financial instruments

Non-derivative financial instruments

Non-derivative financial instruments comprise investments in subsidiary undertakings and amounts due to subsidiary undertakings. Non-derivative financial instruments are recognised initially at fair value plus any directly attributable transaction costs, except as described below. Subsequent to initial recognition, non-derivative financial instruments are measured as described below.

A financial instrument is recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognised when the Company's contractual rights to the cash flows from the financial assets expire, are extinguished or if the Company transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Regular purchases and sales of financial assets are accounted for at trade date i.e. the date that the Company commits itself to purchase or sell the asset. Financial liabilities are derecognised if the Company's obligations specified in the contracts expire or are discharged or cancelled.

(i) Amounts due to subsidiary undertakings

Amounts due to subsidiary undertakings are stated at their expected settlement amount.

(ii) Investments in subsidiary undertakings

Investment in subsidiary undertakings are stated at their cost less impairment losses

Financial instruments issued by the Company are treated as equity only to the extent that they meet the following two conditions:

- (a) they include no contractual obligations of the Company to deliver cash or other financial assets or to exchange financial assets or financial liabilities with another party under conditions that are potentially unfavourable to the Company; and
- (b) where the instrument will or may be settled in the Company's own equity instruments, it is either a non-derivative that includes no obligation to deliver a variable number of the Company's own equity instruments or is a derivative that will be settled by the Company exchanging a fixed amount of cash or other financial assets for a fixed number of its own equity instruments.

To the extent that this definition is not met, the instrument is classified as a financial liability. Where a financial instrument that contains both equity and financial liability components exists these components are separated and accounted for individually under the above policy. The finance cost on the financial liability component is correspondingly higher over the life of the instrument.

(c) Taxation

Income tax is recognised in profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable or receivable on the taxable income or allowable losses for the period, using tax rates enacted or substantively enacted at the Balance Sheet date, and any adjustment to tax payable or receivable in respect of previous periods.

(d) Operating leases

Payments made under operating leases are recognised in the income statement on a straight-line basis over the terms of the lease. Lease incentives received are recognised in profit or loss as an integral part of the total lease expense.

(e) Provisions

A provision is recognised in the Balance Sheet when the Company has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

3 Significant accounting policies (continued)

(e) Provisions (continued)

If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to that liability.

4 Result before tax

	52 weeks to 29 March 2019 £'000	53 weeks to 30 March 2018 £'000
Operating lease expenses	1,520	1,520
Recharge of operating lease expense to fellow subsidiary company	(1,520)	(1,520)

Operating lease expenses in the current and prior period were recharged to Biffa Waste Services Limited. The Financial Statements for Biffa Waste Services Limited can be obtained from the registered office at Coronation Road, Cressex Business Park, High Wycombe, Buckinghamshire, HP12 3TZ.

The Directors' remuneration was borne by Biffa plc in the current and prior periods. These can be referenced from the consolidated Financial Statements of Biffa plc, as detailed in note 11. The number of Directors to whom retirement benefits are accruing under money purchase schemes was nil (2018: nil). There are no other employees.

5 Taxation

	52 weeks to 29 March 2019 £'000	52 weeks to 30 March 2019 £'000
Result/(loss) before taxation	-	-
Tax on result before income tax at standard UK corporation tax rate of 19% (2018: 19%)	-	-
Effects of: Expenses not deductible for tax purposes	-	-
Taxation	-	-

Finance (No.2) Act 2016, which provides for reductions in the main rate of corporation tax from 20% to 19% effective from 1 April 2017 and to 17% effective from 1 April 2020, was enacted on 15 September 2016. As deferred tax assets and liabilities are measured at the rates that are expected to apply in the periods of the reversal, deferred tax balances at the Balance Sheet date have been calculated at the rate at which the relevant balance is expected to be recovered or settled.

A potential deferred tax asset of £165,569 (2018: £165,569) in connection with timing differences has not been recognised due to the uncertainty of future taxable profits arising.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

6 Investments in subsidiary undertakings

	Unlisted investments in subsidiary undertakings £'000
Cost	
At 30 March 2018 and 29 March 2019	<u>80,756</u>
Amounts provided	
As at 30 March 2018 and 29 March 2019	<u>(75,721)</u>
Carrying Value	
As at 29 March 2019	<u>5,035</u>
As at 30 March 2018	<u>5,035</u>

At 29 March 2019, the Company had the following subsidiaries:

Held directly:

Name	Activity	Domiciled	Ownership
Biffa GS UK Holdings Limited	Holding Company	UK	100%
Materials Recovery Nominees Limited	Trust Company	UK	100%

Held indirectly via Biffa GS UK Holdings Limited:

Name	Activity	Domiciled	Held Indirectly
Biffa Municipal Limited	Municipal services	UK	100%
Biffa Polymers Limited	Waste and recycling	UK	100%
Biffa GS Environmental Limited	Inactive*	UK	100%
Biffa GS Environmental Recycling Limited	Inactive*	UK	100%
Biffa GS (M&B) Limited	Inactive*	UK	100%
Biffa GS (FC) Limited	Inactive*	UK	100%
Biffa GS (LPP) Limited	Inactive*	UK	100%
Biffa GS (RUR) Limited	Dormant	UK	100%
Wastelink Services Limited**	Dormant	UK	100%
Wespack Limited**	Dormant	UK	100%
Biffa GS (WS) Limited	Dormant	UK	100%
The Fosse Group Limited**	Dormant	UK	100%
Ecovert Limited**	Dormant	UK	100%

* Inactive companies are non-dormant companies which have ceased trading before 29 March 2019.

** These dormant entities were struck off on 2 April 2019

The registered office for all subsidiary entities is Coronation Road, Cressex Business Park, High Wycombe, Buckinghamshire, HP12 3TZ. The Company's investments in subsidiary undertakings are reviewed at each Balance Sheet date on a subsidiary by subsidiary basis to determine whether there is any indication of impairment. An impairment loss is recognised in profit or loss when the carrying amount exceeds its recoverable amount. The recoverable amount of an investment is the greater of its net selling price and value in use.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

6 Investments in subsidiary undertakings (continued)

The net selling price has been determined as the net assets/(liabilities) as presented within the subsidiaries own Financial Statements as at 29 March 2019.

An impairment review in accordance with the approach and assumptions outlined in the significant accounting policies has been carried out for each subsidiary undertaking. The value of the Company's investments have been reviewed and no impairment deemed necessary in the current period (2018:£nil)

7 Creditors: amounts falling due within one year

	As at 29 March 2019 £'000	As at 30 March 2018 £'000
Amounts due to subsidiary undertakings	<u>5,124</u>	<u>5,124</u>

Amounts due to subsidiary undertakings are unsecured, non-interest bearing and repayable on demand.

8 Provisions

	As at 29 March 2019 £'000	As at 30 March 2018 £'000
Restoration provision	<u>968</u>	<u>968</u>

The provision relates to the Directors' best estimate of expected dilapidation costs to be incurred at the end of a contract. The liability is expected to be settled in 2033.

9 Called up share capital

	As at 29 March 2019 £'000	As at 30 March 2018 £'000
Ordinary Shares of £1 each		
Authorised, issued and fully paid		
78,500,000 ordinary shares of £1 each*	<u>78,457</u>	<u>78,457</u>

* £78,500,000 allotted called and fully paid share capital raised offset by share issue costs of £43,000.

Capital management

The Company defines share capital and share premium as its capital. The Company's ordinary shares are wholly owned by GS Acquisitions Limited. The Directors' policy is to maintain a suitable balance between capital and external borrowings and is not subject to any externally imposed capital requirements.

Biffa GS Holdings Limited
Notes to the Financial Statements (continued)
For the 52 weeks ended 29 March 2019

10 Commitments and guarantees

Total commitments payable under non-cancellable operating leases are as follows:

	As at 29 March 2019 £'000	As at 30 March 2018 £'000
Less than one year	1,520	1,520
Between two and five years	6,080	6,080
More than five years	14,213	15,729
	21,813	23,329

The above commitments relate to a property lease in the name of Biffa GS Holdings Limited. The ongoing costs of renting the property have been borne by a fellow subsidiary company since 1 August 2011.

The Company had no capital commitments at 29 March 2019 or 30 March 2018.

11 Parent and ultimate controlling party

The Company is a 100% owned subsidiary of GS Acquisitions Limited, a company incorporated in Great Britain which holds 100% of the issued ordinary share capital.

The only group in which the Company's results are consolidated is that headed by Biffa plc, a public limited company registered in England and Wales which owns the entire shareholding of the Company via its holdings in subsidiary undertakings. Copies of the consolidated Financial Statements of Biffa plc can be obtained from the registered office at Coronation Road, Cressex Business Park, High Wycombe, Buckinghamshire, HP12 3TZ.