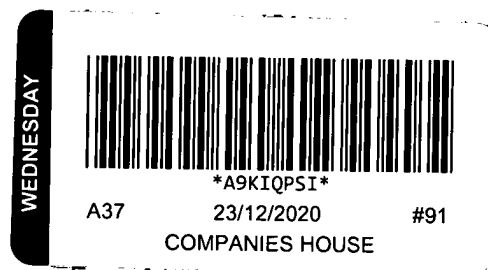


# York Energy (UK) Holdings Limited

## Financial Statements

for the period ended 31 December 2019



Company Registration No. 11847598

# York Energy (UK) Holdings Limited

## Statement of Financial Position

31 December 2019

Company Registration No. 11847598

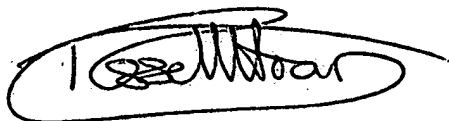
	Notes	2019 £'000
<b>Fixed Assets</b>		
Investments	4	-
<b>Current Assets</b>		
Debtors	6	57
		<u>57</u>
<b>Creditors: Amounts falling due within one year</b>	7	(132)
<b>Net Current Liabilities</b>		<u>(75)</u>
<b>Total Assets less Current Liabilities</b>		<u>(75)</u>
<b>Net Liabilities</b>		<u>(75)</u>
<b>Capital and reserves</b>		
Called up share capital	8	-
Profit and loss account	9	(75)
<b>Deficit on Shareholders' funds</b>		<u>(75)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on: 17 December 2020  
Signed on behalf of the board by:



Russell Hoare  
Director

The notes on pages 2 to 4 form part of these financial statements.

# York Energy (UK) Holdings Limited

Notes to the financial statements  
for the period ended 31 December 2019

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## 1 General information

York Energy (UK) Holdings Limited is a private company limited by shares which is incorporated, domiciled and registered in England and Wales. The principal activity of the Company is that of a holding company. The registered number is 11847598 and the registered address is Knaption Generating Station, East Knaption, Malton, North Yorkshire, YO17 8JF.

## 2 Accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and the Companies Act 2006. The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

The Company was incorporated on 26 February 2019 and acquired Third Energy Onshore Limited and its subsidiaries on 9th July 2019 so no comparative figures are presented.

### Measurement convention

The financial statements are prepared on the historical cost basis.

### Going concern

The financial statements have been prepared on the going concern basis.

The Company forms part of an operating model with its subsidiaries Third Energy Onshore Limited, Third Energy UK Gas Limited and Third Energy Trading Limited ("the Group"). As such the directors have reviewed the going concern of the Company as part of a wider review of the Group as a whole.

At 31 December 2019 the Company had net liabilities of £75,000. Included within this amount is an amount owed to group undertakings by the Company of £75,000. Amounts owed to group undertakings are repayable on demand, but are unlikely to be recalled and the Company has a Letter of Support from its subsidiary company, Third Energy Onshore Limited, which has significant cash balances at 31 December 2019 (£8,983,000). As at the balance sheet date the Company funded its daily working capital requirements through these intercompany loan facilities.

The directors have a reasonable expectation that the company has adequate resources through these intercompany loan facilities to continue in operational existence for the foreseeable future and for a period of at least 12 months from the date of approval of these financial statements. Management have assessed the impact of COVID-19 and based on the forecasts prepared and the ongoing support from the subsidiary company, Third Energy Onshore Limited, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

### Basic financial instruments

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts that are repayable on demand and form an integral part of the Group and the Company's cash management are included as a component of cash and cash equivalents for the purpose only of the cash flow statement.

### Investments

Investments are held at cost less any provision for impairment.

### Taxation

Tax on the profit or loss for the period comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

# York Energy (UK) Holdings Limited

## Notes to the financial statements

for the period ended 31 December 2019

### 2 Accounting policies (continued)

#### Taxation (continued)

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different to those in which they are recognised in the financial statements. The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met; and differences relating to investments in subsidiaries to the extent that it is not probable that they will reverse in the foreseeable future and the reporting entity is able to control the reversal of the timing difference. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is provided in respect of the additional tax that will be paid or avoided on differences between the amount at which an asset (other than goodwill) or liability is recognised in a business combination and the corresponding amount that can be deducted or assessed for tax. Goodwill is adjusted by the amount of such deferred tax.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax balances are not discounted.

Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

#### Foreign currencies

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date.

### 3 Staff costs

There were no employees during the period other than the directors.

### 4 Investments

Company	Investments in group undertakings
	2019
	£'000
Cost of investment	-
Impairment	-
Net book value	-

As at 31 December 2019 the Company had the following subsidiary undertakings:

Name		Country of incorporation	Principal activity
Third Energy Onshore Limited	Directly owned 100%	England & Wales	Holding company
Third Energy Trading Limited	Indirectly owned 100%	England & Wales	Electricity generation
Third Energy UK Gas Limited	Indirectly owned 100%	England & Wales	Gas exploration

The registered office of the above companies is Knapton Generating Station, East Knapton, Malton, North Yorkshire YO17 8JF.

### 5 Acquisition of subsidiary undertaking

On 9th July 2019 the Company acquired 100% of the issued share capital of Third Energy Onshore Limited, a holding company which owns 100% of the issued share capital of Third Energy Trading Limited, a power generation business, and Third Energy UK Gas Limited, a gas exploration business. The consideration paid was £1.

### 6 Debtors

	2019
	£'000
Amounts owed by group undertakings	57
	57

The amounts due from group undertakings are repayable on demand. No interest is charged on these amounts.

# York Energy (UK) Holdings Limited

Notes to the financial statements  
for the period ended 31 December 2019

## 7 Creditors: amounts falling due within one year

	2019 £'000
Accruals and deferred income	132
	<u>132</u>

## 8 Called up share capital

	2019 No
Ordinary shares of £1 each	No
Authorised	<u>1,000</u>
	£'000
Allotted, issued and fully paid	

## 9 Reserves

### Profit & loss account

This reserve represents cumulative profits and losses less dividends paid.

## 10 Guarantees and other financial commitments

The Company is a member of a VAT group and the net potential liability under the group registration as of 31 December 2019 was £nil.

## 11 Related party transactions

During the period the Company paid £57,000 for the provision of a guarantee provided by a company under common control.

The Company has taken advantage of the exemption under FRS 102.33.1A not to disclose transactions between itself and other wholly owned Group companies.

## 11 Ultimate parent company

As at the date of signing these financial statements, the immediate parent is York Energy, a company domiciled and registered in the Cayman Islands and the ultimate controlling party is Mr T Reed.

## 12 Post balance sheet events

Subsequent to the period end, coronavirus Covid-19 has resulted in a global pandemic affecting economies globally. The speed and severity of the impact has been unprecedented but many Governments, including within the UK, have introduced considerable measures to help businesses through this extremely challenging time. At the time of approval of these accounts, the full effect of the pandemic is uncertain, but the directors consider that the Company remains a going concern.

## 13 Auditor's information

The Auditor's report on the financial statements for the period ended 31 December 2019 was unqualified but included the following emphasis of matter:

In forming our opinion on the financial statements, which is not modified, we draw your attention to the directors' view on the impact of the COVID-19 and the consideration in the going concern basis of preparation on page 3 and non-adjusting post balance sheet events on page 4.

Since the balance sheet date there has been a global pandemic from the outbreak of COVID-19. The impact of COVID-19 became significant in March 2020 and has caused widespread disruption to normal patterns of business activity across the world, including the UK.

The impact of COVID-19 continues to evolve and, based on the information available at this point in time, the directors have assessed the impact of COVID-19 on the business and have concluded that COVID-19 is a non-adjusting post balance sheet event and that adopting the going concern basis for preparation of the financial statements is appropriate.

The audit report was signed by Shaun Mullins (Senior Statutory Auditor) on behalf of Mazars LLP on: 23 December 2020