

Severn Trent General Partnership Limited

**Annual report and financial statements
for the year ended 31 March 2022**

Company number: SC416614

**Partnership
Accounts**



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Severn Trent General Partnership Limited

**Annual report and financial statements
for the year ended 31 March 2022**

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Severn Trent General Partnership Limited

Company information

Company number	SC416614
Directors	A P Stephens R C McPheely
Secretary	G Eagle
Registered office	50 Lothian Road Festival Square Edinburgh Scotland EH3 9WJ
Banker	Barclays Bank PLC 1 Churchill Place London E14 5HP
Solicitor	Herbert Smith Freehills LLP Exchange House Primrose Street London EC2A 2EG

Severn Trent General Partnership Limited

Strategic report

The Directors present their Strategic report for the year ended 31 March 2022.

Business review and principal activities

The Company is a wholly owned subsidiary of Severn Trent Plc.

The principal activity of the Company is to act as the general partner in Severn Trent Limited Partnership, a limited liability partnership established in Scotland on 27 February 2012. The Company also acts as the general partner in Severn Trent 2017 Limited Partnership, a limited liability partnership established in Scotland on 23 March 2017. The company does not trade and therefore no income statement or statement of comprehensive income has been presented.

There have not been any significant changes in the Company's principal activities in the year under review. The Directors are not aware, at the date of this report, of any likely major changes in the Company's activities or prospects in the next year.

Severn Trent Plc manages its operations on a divisional basis and the Company's Directors do not believe that further key performance indicators for the Company are necessary to enhance the understanding of the development, performance or position of the business. The performance of the [Business Services] segment, which includes this company, is discussed in Severn Trent Plc's Annual Report and Accounts (which does not form part of this report).

Results and dividends

The Company has not traded in the current or prior period and therefore no income statement has been presented. The Directors do not recommend the payment of a dividend.

Principal risks and uncertainties

Treasury management

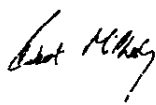
The Severn Trent Group manages its treasury operations on a group basis. Financial risk management is performed by Severn Trent's Group Treasury department. This includes assessment and mitigation of price risk, credit risk, liquidity risk and interest rate cash flow risk. The Group's treasury management policies and operations are discussed in Severn Trent Plc's Annual Report and Financial Statements (which does not form part of this report).

Financial position and going concern

As at 31 March 2022, the Company had net assets of £100,000 (2021: £100,000).

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for at least 12 months from the date of this report. Accordingly, they continue to adopt the going concern basis in preparing the report and annual financial statements.

By order of the Board



R C McPhee
Director
14 December 2022

Severn Trent General Partnership Limited

Directors' report

The Directors present their report and the audited financial statements of the Company for the year ended 31 March 2022.

Matters included in the Strategic report

The following matters are included in the Company's Strategic report on the preceding page:

- Business review and principal activities of the Company
- Results and dividends
- Principal risks and uncertainties
- Financial position and going concern.

Directors

The Directors who served during the year are shown on page 2.

Directors' indemnities

The Company's Articles of Association provide that directors of the Company shall be indemnified by the Company against any costs incurred by them in carrying out their duties, including defending any proceedings arising out of their positions as directors in which they are acquitted or judgment is given in their favour or relief from any liability is granted to them by the court. These indemnities were in force throughout the year and up to the date of signing of the financial statements.

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 its activities. The Company operates in accordance with the group policies of Severn Trent Plc which are described in the Group's Annual Report and Financial Statements (which does not form part of this report).

Post balance sheet events

There have been no significant post balance sheet events.

Severn Trent General Partnership Limited

Directors' report (continued)

Directors' responsibilities statement

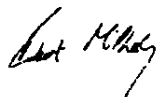
The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101). 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;
- state whether applicable United Kingdom Accounting standards, including Financial Reporting Standard 101 Reduced Disclosure Framework has been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the Board



R C McPheely
Director
14 December 2022

Severn Trent General Partnership Limited

Balance sheet

At 31 March 2022

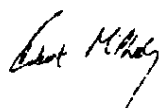
	Note	2022 £'000	2021 £'000
Current assets			
Cash and cash equivalents		100	100
Total assets and net assets		100	100
Equity			
Called up share capital	5	100	100
Total equity		100	100

For the year ended 31 March 2022, the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 (the "Act") relating to subsidiary companies.

The members have not required the Company to obtain an audit of its accounts for the year in question 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.

The financial statements were approved by the Board of Directors on 14 December 2022. They were signed on its behalf by:



R C McPheely
Director
14 December 2022
Company Number: SC41861

Severn Trent General Partnership Limited

Notes to the financial statements

1. Accounting policies

a) Accounting convention

The financial statements have been prepared on the going concern basis (see Strategic report) under the historical cost convention as modified by the revaluation of certain financial assets and liabilities at fair value, and in accordance with applicable United Kingdom Accounting Standards and comply with the requirements of the Companies Act 2006. The principal accounting policies, which have been applied consistently in the current and preceding year are set out below.

Severn Trent General Partnership Limited (the Company) is a private company limited by shares incorporated in the United Kingdom under the Companies Act 2006 and is registered in Scotland.

b) Basis of preparation

(i) General

The Company is a wholly owned subsidiary of Severn Trent Plc and is included in the consolidated financial statements of Severn Trent Plc.

The Company meets the definition of a qualifying entity under FRS 100 Application of Financial Reporting Requirements. Accordingly, the Company has elected to apply FRS 101 Reduced Disclosure Framework. Therefore the recognition and measurement requirements of EU-adopted IFRS have been applied, with amendments where necessary in order to comply with the Companies Act 2006 and The Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (SI 2008/410) as these are Companies Act 2006 accounts.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to share based payment, financial instruments, capital management, presentation of comparative information in respect of certain assets, presentation of a cash flow statement, standards not yet effective, impairment of assets and related party transactions.

Where required, equivalent disclosures are given in the Group financial statements of Severn Trent Plc which are available to the public and can be obtained as set out in note 8.

2. Critical accounting judgments and key sources of estimation uncertainty

In the process of applying the Company's accounting policies, the Company has made no critical accounting judgments and there are no key sources of estimation uncertainty.

3. Employee numbers

The average monthly number of employees (including Executive Directors) during the year was nil (2021: nil).

4. Directors' remuneration

The emoluments of the Directors are paid by other companies within the Severn Trent Group.

Severn Trent General Partnership Limited

Notes to the financial statements (continued)

5. Share capital

	2022 £'000	2021 £'000
Total issued and fully paid share capital		
100,000 ordinary shares of £1 each (2021: 100,000)	100	100

6. Contingent liabilities

The banking arrangements of the Company operate on a pooled basis with certain fellow group undertakings. Under these arrangements participating companies guarantee each other's balances only to the extent that their credit balances can be offset against overdrawn balances of other Severn Trent Group companies.

At 31 March 2022 the Company's maximum exposure under these arrangements was £100,000 (2021: £100,000).

7. Related party transactions

There have been no transactions with the Directors of the Company during the last financial year.

In accordance with the exemption allowed by FRS 101, no disclosure is made of transactions with other wholly owned subsidiary companies which are consolidated into the Severn Trent Plc Group.

8. Ultimate parent undertaking

The immediate parent undertaking is Severn Trent Water Limited, which is the parent undertaking and controlling party of the smallest group to consolidate these financial statements. Financial statements for Severn Trent Water Limited can be obtained from The Company Secretary, Severn Trent Water Limited, P.O. Box 5309, Coventry, CV3 9FH.

The ultimate parent undertaking and controlling party is Severn Trent Plc, which is the parent undertaking and controlling party of the largest group to consolidate these financial statements. Copies of the Severn Trent Plc consolidated financial statements can be obtained from Severn Trent Plc's registrars at Equiniti, Aspect House, Spencer Road, Lancing, West Sussex, BN99 6DA.

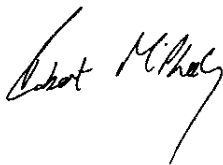
Severn Trent 2017 Limited Partnership
Accounts for the year ended 31 March 2022



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Severn Trent 2017 Limited Partnership

Approval statement



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14 December 2022

We approve these accounts which comprise the Income Statement, Balance Sheet and related notes. We acknowledge our responsibility for the accounts, including the appropriateness of the accounting basis as set out in note 1, and for providing all the information and explanations necessary for their compilation.

Severn Trent 2017 Limited Partnership

Income Statement for the year ended 31 March 2022

		2022	2021
	Note	£	£
Operating costs		(15)	(12)
Loss before interest and tax		(15)	(12)
Interest receivable	2	9,435,461	140,380
Interest payable	2	(8,358,549)	(8,773,524)
Net finance income/(costs)		1,076,912	(8,633,144)
Profit/(loss) on ordinary activities before tax		1,076,897	(8,633,155)
Taxation on profit/loss on ordinary activities		—	—
Profit/(loss) for the financial year		1,076,897	(8,633,155)

Severn Trent 2017 Limited Partnership

Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Non-current assets			
Other receivables	3	166,808,647	181,353,178
		166,808,647	181,353,178
Current assets			
Other receivables	3	20,338,478	13,769,524
Cash at bank and in hand		–	15
		20,338,478	13,769,539
Current Liabilities			
Other payables	4	(9,970,206)	(9,621,959)
		(9,970,206)	(9,621,959)
Net current assets		10,368,272	4,147,580
Non-current liabilities			
Other payables	4	(147,728,584)	(157,071,476)
		(147,728,584)	(157,071,476)
Net assets		29,448,335	28,429,282
Equity			
Partnership contributions treated as equity		45,828,572	45,886,416
Retained loss		(16,380,237)	(17,457,134)
Total equity		29,448,335	28,429,282

Severn Trent 2017 Limited Partnership

Statement of changes in equity For the year ended 31 March 2022

	Partnership contributions	Retained earnings	Total equity
	£	£	£
At 1 April 2020	45,941,428	(8,823,979)	37,117,449
Total comprehensive loss for the year	–	(8,633,155)	(8,633,155)
Partnership distribution	(55,012)	–	(55,012)
At 1 April 2021	45,886,416	(17,457,134)	28,429,282
Total comprehensive income for the year	–	1,076,897	1,076,897
Partnership distribution	(57,844)	–	(57,844)
At 31 March 2022	45,828,572	(16,380,237)	29,448,335

Severn Trent 2017 Limited Partnership

Notes to the accounts for the year ended 31 March 2022

1. Accounting basis

The accounts have been compiled on a basis that enables profits to be calculated in accordance with UK Generally Accepted Accounting Practice and that provides sufficient and relevant information to enable the completion of a tax return.

2. Net finance cost analysis

Interest receivable	2022 £	2021 £
Interest receivable is the finance income on the financial asset due from Severn Trent Reservoirs Limited	9,435,461	140,380

Interest payable	2022 £	2021 £
Interest payable is the finance cost of the financial liability to Severn Trent Pension Scheme Trustees Limited	(8,358,549)	(8,773,524)

3. Other receivables

Current	2022 £	2021 £
Loan note due from Seven Trent Reservoirs Limited	20,338,478	13,769,524

Non-current	2022 £	2021 £
Loan note due from Seven Trent Reservoirs Limited	166,808,647	181,353,178

The loan note due from Severn Trent Reservoirs, with an initial balance of £240,000,000, is recorded as an amortised financial asset with the annual repayments treated as repayments of the financial asset. The annual repayments are linked to inflation. Finance income is calculated in respect of the financial asset each year (see note 2).

Severn Trent 2017 Limited Partnership

Notes to the accounts (continued)

4. Other payables

	2022	2021
Current	£	£
Financial liability due to Severn Trent Pension Scheme Trustee Limited	(9,970,206)	(9,621,959)
<hr/>		
Non-current	2022	2021
	£	£
Financial liability due to Severn Trent Pension Scheme Trustee Limited	(147,728,584)	(157,071,476)

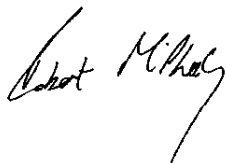
The partnership contribution (advance) of £193,900,000 received from Severn Trent Pension Scheme Trustees Limited is recorded as a financial liability with the annual distributions treated as repayments of the financial liability. Finance cost is calculated in respect of the financial liability each year (see note 2).

Severn Trent Limited Partnership
Accounts for the year ended 31 March 2022

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COMPANIES HOUSE

Severn Trent Limited Partnership

Approval statement



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14 December 2022

We approve these accounts which comprise the Income Statement, Balance Sheet and related notes. We acknowledge our responsibility for the accounts, including the appropriateness of the accounting basis as set out in note 1, and for providing all the information and explanations necessary for their compilation.

Severn Trent Limited Partnership

Income Statement for the year ended 31 March 2022

	Note	2022 £	2021 £
Other operating costs		(37)	(156)
Loss on ordinary activities before interest and tax		(37)	(156)
Interest receivable	2	8,203,250	8,203,250
Interest payable	2	(3,642,738)	(3,879,760)
Net finance income		4,560,512	4,323,490
Profit on ordinary activities before tax		4,560,475	4,323,334
Taxation on profit on ordinary activities		—	—
Profit for the financial year		4,560,475	4,323,334

Severn Trent Limited Partnership

Balance Sheet as at 31 March 2022

		2022	2021
	Note	£	£
Non-current assets			
Other receivables	3	172,700,000	172,700,000
		172,700,000	172,700,000
Current assets			
Other receivables	3	697,451	697,451
Cash at bank and in hand		29	65
		697,480	697,516
Current Liabilities			
Other payables	4	(4,560,512)	(4,560,512)
		(4,560,512)	(4,560,512)
Net current liabilities		(3,863,032)	(3,862,996)
Non-current liabilities			
Other payables	4	(57,325,194)	(61,885,706)
		(57,325,194)	(61,885,706)
Net assets		111,511,774	106,951,298
Equity			
Partnership contributions treated as equity		74,700,200	74,700,200
Retained profit		36,811,574	32,251,098
Total equity		111,511,774	106,951,298

Severn Trent Limited Partnership

Notes to the accounts for the year ended 31 March 2022

1. Accounting basis

The accounts have been compiled on a basis that enables profits to be calculated in accordance with UK Generally Accepted Accounting Practice and that provides sufficient and relevant information to enable the completion of a tax return.

2. Net finance cost analysis

Interest receivable	2022 £	2021 £
Interest receivable is the interest on the loan note due from Severn Trent Leasing Limited	8,203,250	8,203,250
Interest payable	2022 £	2021 £
Interest payable is the finance cost of the financial liability to Severn Trent Pension Scheme Trustees Limited	(3,642,723)	(3,879,745)
Other interest payable	(15)	(15)
	(3,642,738)	(3,879,760)

3. Other receivables

Current	2022 £	2021 £
Loan note interest due from Seven Trent Leasing Limited	697,451	697,451
Non-current	2022 £	2021 £
Loan note due from Seven Trent Leasing Limited	172,700,000	172,700,000

Severn Trent Limited Partnership

Notes to the accounts (continued)

4. Other payables

Current	2022 £	2021 £
Financial liability due to Severn Trent Pension Scheme Trustee Limited	4,560,512	4,560,512
	4,560,512	4,560,512
Non-current	2022 £	2021 £
Financial liability due to Severn Trent Pension Scheme Trustee Limited	57,325,194	61,885,706

The partnership contribution (advance) of £98,000,000 received from Severn Trent Pension Scheme Trustees Limited is recorded as a financial liability with the annual distributions treated as repayments of the financial liability. A finance cost is calculated in respect of the financial liability each year (see note 2).