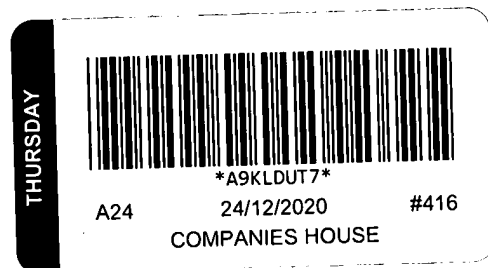


**DURANTA ENERGY LIMITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 MARCH 2020**



**DURANTA ENERGY LIMITED**  
**REGISTERED NUMBER: 08124819**

**BALANCE SHEET**  
**AS AT 31 MARCH 2020**

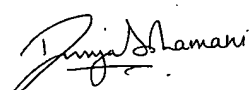
	Note	2020 £	2019 £
<b>Fixed assets</b>			
Investments	5	2	2
<b>Current assets</b>			
Debtors: amounts falling due within one year	6	19,177,512	19,385,704
Cash at bank and in hand		44,229	30,942
		<u>19,221,741</u>	<u>19,416,646</u>
Creditors: amounts falling due within one year	7	(1,358,456)	(3,406,037)
<b>Net current assets</b>		<u>17,863,285</u>	<u>16,010,609</u>
<b>Total assets less current liabilities</b>		<u>17,863,287</u>	<u>16,010,611</u>
Creditors: amounts falling due after more than one year	8	(18,871,583)	(42,850,725)
<b>Net liabilities</b>		<u>(1,008,296)</u>	<u>(26,840,114)</u>
<b>Capital and reserves</b>			
Called up share capital	9	100	100
Share premium account	10	25,426,978	-
Profit and loss account	10	(26,435,374)	(26,840,214)
		<u>(1,008,296)</u>	<u>(26,840,114)</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 and authorised for issue by the board and were signed on its behalf on 23 December 2020.



**Divya Seshamani**  
Director

The notes on pages 2 to 7 form part of these financial statements.

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## **DURANTA ENERGY LIMITED**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020**

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#### **1. General information**

Duranta Energy Limited is a private company limited by shares and incorporated in England. Its registered number is 08124819. The registered office address is Duranta Teesside Limited, Forty Foot Road, Middlesbrough, Cleveland, TS2 1HG.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

##### **2.2 Exemption from preparing consolidated financial statements**

The Company is a parent Company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of an EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006.

##### **2.3 Going concern**

The Directors have reviewed the Company's financial position. The Company balance sheet shows year end net liabilities of £1,008,296 (2019: £26,840,114). On 30 April 2019 the shareholders and management effected a re-financing of the group debt and investments. Management assess that this will enable the Company to continue to operate for the foreseeable future and consequently the financial statements have been prepared on a going concern basis.

As stated in the Directors' Report there have been no significant events affecting the Company since the year end. Directors believe there are no material uncertainties that call into doubt the Company's ability to continue as a going concern and the accounts have therefore been prepared on the basis that the Company is a going concern. In light of the current climate in relation to the COVID-19 pandemic the Directors have reviewed the Company's finances. In the short term cash holdings are sufficient to ensure adequate cashflow for the foreseeable future. In the medium to long term plans will continue to be reviewed regularly as the Company looks to return to a more regular trading position. The Company also has the continued support of its ultimate parent company Gaia LP.

##### **2.4 Interest income**

Interest income is recognised in profit or loss using the effective interest method.

##### **2.5 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

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## DURANTA ENERGY LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

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#### 2. Accounting policies (continued)

##### 2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	- 33% straight-line
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

##### 2.7 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

##### 2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

##### 2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### 2.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### 2.11 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

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**DURANTA ENERGY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**3. Employees**

The average monthly number of employees, including directors, during the year was 1 (2019 - 1).

**4. Tangible fixed assets**

	<b>Computer equipment £</b>
<b>Cost or valuation</b>	
At 1 April 2019	<b>15,133</b>
At 31 March 2020	<b>15,133</b>
<b>Depreciation</b>	
At 1 April 2019	<b>15,133</b>
At 31 March 2020	<b>15,133</b>
<b>Net book value</b>	
At 31 March 2020	<b>-</b>
At 31 March 2019	<b>-</b>

**5. Fixed asset investments**

	<b>Investments in subsidiary companies £</b>
<b>Cost or valuation</b>	
At 1 April 2019	<b>2</b>

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**DURANTA ENERGY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**6. Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	<b>7,422</b>	-
Amounts owed by group undertakings	<b>19,000,000</b>	19,258,657
Other debtors	<b>10,000</b>	-
Prepayments and accrued income	<b>160,090</b>	127,047
	<b>19,177,512</b>	19,385,704

Amounts due by group undertakings are unsecured with no fixed date of repayment. The assets of Duranta Energy Limited's subsidiaries Duranta Teesside Limited and Duranta Energy Services Limited are subject to a Debenture by undertakings of both Duranta Energy Limited and its parent, Gaia LP.

An impairment provision against the interest receivable, which is shown in amounts owed by group undertakings, was recognised in the year of £30,885,280 (2019: £24,058,060). This was a result of estimated fair value at the balance sheet date being measured at lower than the carrying value of the interest due.

**7. Creditors: Amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>4</b>	91,360
Shareholder loan notes and interest, less fees	<b>1,266,715</b>	3,281,762
Other taxation and social security	<b>4,360</b>	-
Accruals and deferred income	<b>87,377</b>	32,915
	<b>1,358,456</b>	3,406,037

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**DURANTA ENERGY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**8. Creditors: Amounts falling due after more than one year**

	2020 £	2019 £
Preference shares	-	2,000,000
Preference share interest	-	1,560,503
Shareholder loan notes and interest, less fees	18,871,583	39,290,222
	<u>18,871,583</u>	<u>42,850,725</u>

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2020 £	2019 £
Preference shares	-	2,000,000
Shareholder loan notes and interest, less fees	13,804,725	18,596,748
	<u>13,804,725</u>	<u>20,596,748</u>

The Shareholder loan notes and interest accrued are secured against the assets of Duranta Teesside Limited and Duranta Energy Services Limited.

The Shareholder loan notes were subject to interest charged at a fixed rate of 16% up to and including 30 April 2019, and of 8% from and including 1 May 2019. Capital and interest will be paid on the tenth of every quarter (January, April, July and October). The capital and interest payments due during the year were not paid, it is intended to increase payments in future years to make good the shortfall. Payments of the loan interest and capital are only made on the basis of available pre-tax profits, after accounting for capital expenditure commitments.

**9. Share capital**

	2020 £	2019 £
<b>Allotted, called up and fully paid</b>		
100 (2019 - 100) Ordinary Shares shares of £1.00 each	<u>100</u>	<u>100</u>

On 29 May 2019 the company allotted two Ordinary Shares with a nominal value of £1 each.

On 6 November 2019 the company cancelled two Ordinary Shares with a nominal value of £1 each.

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**DURANTA ENERGY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**10. Reserves**

**Share premium account**

This reserve includes any amounts paid in excess of the nominal value on the issue of Ordinary Shares.

**Profit and loss account**

This reserve includes all current and prior period retained profits and losses.

**11. Contingent liabilities**

The Company is registered for VAT under a group registration with other group companies, therefore, the Company is jointly and severally liable, together with other members of the VAT group, for any VAT due by representative members of the group.

**12. Related party transactions**

The Company has taken advantage of the exemption available under Section 33 of FRS 102 from disclosing related party transactions with 100% group companies.

**13. Controlling party**

The Company's parent undertaking was Duranta Holdings Limited by virtue of its 100% shareholding in Duranta Energy Limited. On 30 April 2019 Duranta Holding Company Limited sold its shareholding in the Company to Gaia LP, who were the parent undertaking from that point.

The Company's ultimate controlling party is Gaia LP.

**14. Auditor's information**

The auditor's report on the financial statements for the year ended 31 March 2020 was unqualified.

The audit report was signed on 23/12/2020 by Mark Evans (Senior statutory auditor) on behalf of Crowe U.K. LLP.