

**ANCALA MIDSTREAM ACQUISITIONS MIDCO 1
LIMITED**

Unaudited Financial Statements

For the Year Ended 31 December 2021

Company Registration No: 122575

**ANCALA MIDSTREAM ACQUISITIONS MIDCO 1
LIMITED**

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**ANCALA MIDSTREAM ACQUISITIONS MIDCO 1
LIMITED**

CORPORATE INFORMATION

DIRECTORS: Timothy Power
Lee Mellor
Ashley Hough

REGISTERED OFFICE: 22 Grenville Street
St Helier
Jersey
JE4 8PX

REGISTERED NUMBER: 122575

SECRETARY: Mourant Secretaries (Jersey) Limited
22 Grenville Street
St Helier
Jersey
JE4 8PX

**ANCALA MIDSTREAM ACQUISITIONS MIDCO 1
LIMITED**

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The Directors present their report together with the financial statements of Ancala Midstream Acquisitions Midco 1 Limited for the year ended 31 December 2021.

PRINCIPAL ACTIVITY

The principal activity of the Company is investment holding.

GOING CONCERN

After making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The impact of Covid, both financial and otherwise, was largely mitigated by the Group over the last 24 months demonstrating the resilience of the business model and the ability to successfully manage risks during a period of unprecedented external influences. Following consideration, management have therefore not identified Covid as a potential adverse trading condition in the scenario analysis. The directors have reviewed scenario analysis showing potential, albeit unlikely, downside scenarios impacting subsidiary company revenue and cash. In all cases, sufficient confidence in the resilience in these Group companies to remain as going concern entities has been demonstrated. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

DIVIDEND

The directors do not recommend a final dividend. Interim dividends of £nil were paid during the year.

DIRECTORS

The directors who served the company during the year are shown on page 3.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Financial Statements in accordance with applicable law and regulations.

Jersey Company law requires the Directors to prepare Financial Statements for each financial year in accordance with any generally accepted accounting principles. The Financial Statements of the Company are required by law to give a true and fair view of the state of affairs of the Company at the year end and of the profit or loss of the Company for the year then ended. In preparing these Financial Statements, the Directors should:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- specify which generally accepted accounting principles have been adopted in their preparation; 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 accounting records which are sufficient to show and explain its transactions and are such as to disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements prepared by the Company comply with the requirements of the Companies (Jersey) Law 1991. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



.....
Ashley Hough, Director
16 May 2022

ANCALA MIDSTREAM ACQUISITIONS MIDCO 1 LIMITED**PROFIT AND LOSS ACCOUNT**

FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Year Ended 31 December 2021 £'000	Year Ended 31 December 2020 £'000
Turnover		-	-
Cost of sales		-	-
Gross profit		<u>-</u>	<u>-</u>
Administrative expenses		(13)	(15)
Operating loss	2	<u>(13)</u>	<u>(15)</u>
Finance income	3	7,892	8,868
Finance costs	4	(7,892)	(8,868)
Profit/(Loss) before taxation		<u>(13)</u>	<u>(15)</u>
Tax on profit	5	-	-
Profit/(Loss) for the financial year		<u><u>(13)</u></u>	<u><u>(15)</u></u>

The accompanying notes on Pages 8 to 11 form an integral part of the Financial Statements.

ANCALA MIDSTREAM ACQUISITIONS MIDCO 1 LIMITED

BALANCE SHEET

FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Year Ended 31 December 2021 £'000	Year Ended 31 December 2020 £'000
Non current assets			
Investment	6	<u>10,480</u>	<u>10,480</u>
		10,480	10,480
Current assets			
Debtors	7	<u>79,984</u>	<u>87,093</u>
		79,984	87,093
Creditors: Amounts falling due within one year	8	(50)	(166)
Net current assets/(liabilities)		<u>79,934</u>	<u>86,927</u>
Total assets less current liabilities		<u>90,414</u>	<u>97,407</u>
Creditors: Amounts falling due after one year	9	(79,740)	(86,720)
Net assets		<u><u>10,674</u></u>	<u><u>10,687</u></u>
Capital and Reserves			
Called-up share capital	10	-	-
Share premium		10,480	10,480
Capital contribution		244	244
Profit and loss account		(50)	(37)
Shareholders' funds		<u><u>10,674</u></u>	<u><u>10,687</u></u>

The Financial Statements were approved by the Board of Directors and authorised for issue on 16 May 2022.



.....
Ashley Hough, Director

The accompanying notes on Pages 8 to 11 form an integral part of the Financial statements.

ANCALA MIDSTREAM ACQUISITIONS MIDCO 1 LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

	Called-Up Share Capital £	Profit and Loss Account £	Total £
As at 31 December 2019	10,480	222	10,702
Loss for the financial year	-	(15)	(15)
Total comprehensive income	-	(15)	(15)
As at 31 December 2020	10,480	207	10,687
Loss for the financial year	-	(13)	(13)
Total comprehensive income	-	(13)	(13)
As at 31 December 2021	10,480	194	10,674

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting Policies

a. General Information and Basis of Accounting

Financial statements for the company are prepared on a stand-alone basis and not consolidated. Consolidated statements are prepared for the group company Ancala Midstream Acquisitions Limited.

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102').

Ancala Midstream Acquisitions Topco Limited is the controlling parent.

The ultimate controlling party are funds managed by Ancala Partners LLP.

b. Going Concern

The financial statements have been prepared using the going concern basis of accounting.

c. Investment in subsidiaries

Investments in subsidiaries are stated at cost less, where appropriate, provisions for impairment.

d. Equity

Equity instruments issued by the Group are recorded at the proceeds received, net of direct issue costs.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Operating Loss

This is stated after charging:

	Year Ended 31 December 2021 £'000	Year Ended 31 December 2020 £'000
Professional fees	<u>13</u>	<u>15</u>

3. Finance Income

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Intercompany interest	7,892	8,868
	<u><u>7,892</u></u>	<u><u>8,868</u></u>

4. Finance Cost

	Year Ended 31 December 2021 £'000	Year Ended 31 December 2020 £'000
Loan interest	<u>7,892</u>	<u>8,868</u>
	<u><u>7,892</u></u>	<u><u>8,868</u></u>

5. Tax on Loss

The Company is tax resident in the United Kingdom, and accordingly, under Article 123(1) of the Income Tax (Jersey) Law 1961, the Company will not be regarded as tax resident in Jersey and therefore, will not be liable to Jersey income tax if, and for so long as, it satisfies the conditions set out in Article 123(1).

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

6. Investment

	Year ended 31 December 2021 £'000
Cost or valuation:	
1 January 2021	10,480
Additions during the year	-
As at 31 December 2021	10,480
Impairment:	
1 January 2021	-
Charge for the year	-
As at 31 December 2021	-
Net book value:	
As at 31 December 2021	10,480
As at 31 December 2020	10,480

7. Debtors

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Loans to subsidiary	79,740	86,849
Capital contribution	244	244
	79,984	87,093

8. Creditors – Amounts Falling Due Within One year

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Accruals	2	2
Amounts owed to subsidiary	48	35
Amounts owed to parent company	-	129
	50	166

**ANCALA MIDSTREAM ACQUISITIONS MIDCO 1
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

9. Creditors – Amounts Falling Due After One year

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
Amounts owed to parent company	79,740	86,720
	<u>79,740</u>	<u>86,720</u>

10. Issued Share Capital Share Premium and Reserves

	Year ended 31 December 2021 £'000	Year ended 31 December 2020 £'000
	Ordinary Shares £'000	Ordinary Shares £'000
2 Ordinary shares of £0.01 each	-	-
Share Premium	10,480	10,480
As at 31 December 2021	<u>10,480</u>	<u>10,480</u>

The Company's other reserves are as follows:

The profit and loss reserve represent cumulative profits or losses, net of dividends paid and other adjustments.