

Viridian Group Investments Limited

Provisional Euro Financial Statements

For the nine months ended 31 December 2018



INTRODUCTION

The Group is considering making an accounting policy change for the Company to change its presentational currency from Sterling to Euro effective for the year ending 31 March 2019. In anticipation of such a change in presentational currency being effected, the Group have prepared Provisional Euro Financial Statements which outline a restatement of the results from Sterling to Euro for the:

- 9 Months ended 31 December 2018; and
- Year ended 31 March 2018

The Provisional Euro Financial Statements comprises, the Consolidated Income Statement, Consolidated Balance Sheet, Consolidated Statement of Cash Flows, Segmental Analysis, and Net Debt note.

CONSOLIDATED INCOME STATEMENT
for the nine month period ended 31 December 2018

	Results before exceptional items and certain re-measurements Nine Months 2019	Exceptional items and certain re-measurements (note 5) Nine Months 2019	Restated Total Nine Months 2019	Restated Results before exceptional items and certain re-measurements Year ended 31 March 2018	Restated Exceptional items and certain re-measurements (note 5) Year ended 31 March 2018	Restated Total Year ended 31 March 2018
	€m	€m	€m	€m	€m	€m
Continuing operations						
Revenue	1,461.9	-	1,461.9	1,762.2		1,762.2
Operating costs	(1,376.1)	9.3	(1,376.1)	(1,659.2)	(133.1)	(1,792.3)
Operating profit / (loss)	85.8	9.3	95.1	103.0	(133.1)	(30.1)
Finance costs	(28.2)	-	(28.2)	(54.1)	(24.7)	(78.8)
Finance income	1.1	-	1.1	1.2	-	1.2
Net finance cost	(27.1)	-	(27.1)	(52.9)	(24.7)	(77.6)
Share of loss in associates	(1.0)	-	(1.0)	(0.7)	-	(0.7)
Profit on sale of associate	-	5.2	5.2	-	-	-
Profit/(loss) before tax	57.7	14.5	72.2	49.4	(157.8)	(108.4)
Taxation	(6.2)	(1.0)	(7.2)	(4.6)	16.6	12.0
Profit/(loss) for the period	51.5	13.5	65.0	44.8	(141.2)	(96.4)

CONSOLIDATED BALANCE SHEET
as at 31 December 2018

	31 December 2018	Restated 31 March 2018
	€m	€m
Non-current assets:		
Property, plant and equipment	496.5	473.5
Intangible assets	656.4	659.5
Investment in associates	2.3	7.7
Derivative financial instruments	6.0	6.0
Other non-current financial assets	-	0.1
Deferred tax assets	30.0	31.1
	<u>1,191.2</u>	<u>1,177.9</u>
Current assets:		
Inventories	5.6	5.6
Trade and other receivables	242.7	218.1
Derivative financial instruments	23.8	12.6
Other current financial assets	20.8	6.1
Cash and cash equivalents	192.7	144.0
	<u>485.6</u>	<u>386.4</u>
TOTAL ASSETS	<u><u>1,676.8</u></u>	<u><u>1,564.3</u></u>
LIABILITIES		
Current liabilities:		
Trade and other payables	(399.2)	(369.4)
Income tax payable	(3.0)	(2.6)
Financial liabilities	(39.1)	(46.6)
Derivative financial instruments	(12.1)	(7.5)
	<u>(453.4)</u>	<u>(426.1)</u>
Non-current liabilities:		
Financial liabilities	(902.1)	(871.6)
Derivative financial instruments	(12.1)	(9.5)
Net employee defined benefit liabilities	(0.2)	-
Deferred tax liabilities	(11.6)	(6.7)
Provisions	(15.1)	(15.0)
	<u>(941.1)</u>	<u>(902.8)</u>
TOTAL LIABILITIES	<u><u>(1,394.5)</u></u>	<u><u>(1,328.9)</u></u>
NET ASSETS	<u><u>282.3</u></u>	<u><u>235.4</u></u>
Equity		
Share capital	-	-
Share premium	736.0	753.4
Retained earnings	(515.5)	(600.4)
Capital contribution reserve	113.1	115.8
Hedge reserve	(7.9)	(5.5)
Foreign currency translation reserve	(43.4)	(27.9)
TOTAL EQUITY	<u><u>282.3</u></u>	<u><u>235.4</u></u>

CONSOLIDATED STATEMENT OF CASH FLOWS
for the nine month period ended 31 December 2018

	Nine Months 2019	Restated Year ended 31 March 2018
	€m	€m
Cash generated from operations before working capital movements	118.9	142.0
<i>Working capital adjustments:</i>		
Increase in trade and other receivables	(24.5)	(42.4)
Increase/ in security deposits	(14.7)	(1.8)
Decrease in trade and other payables	32.5	68.1
Effects of foreign exchange	1.9	1.9
	114.1	167.6
Interest received	0.1	0.3
Interest paid	(21.7)	(51.9)
Exceptional finance costs	-	(26.6)
	(21.6)	(78.2)
Income tax paid	(0.2)	(0.3)
Net cash flows from operating activities	92.3	89.1
Investing activities		
Purchase of property, plant and equipment	(58.7)	(71.1)
Purchase of intangible assets	(112.2)	(135.0)
Proceeds from sale of intangible assets	99.9	112.6
Return on other non-current financial assets	-	0.1
Disposal of subsidiary, net of cash disposed	(0.2)	(0.2)
Distributions received from associates	0.8	-
Interest received from associates	0.7	0.3
Acquisition of subsidiaries	(22.6)	(3.5)
Disposal of subsidiaries	9.8	-
Net cash flows used in investing activities	(82.5)	(96.8)
Financing activities		
Proceeds from issue of borrowings	56.2	677.4
Repayment of borrowings	(13.8)	(616.0)
Close out of foreign exchange forward contracts	-	33.3
Dividend paid to parent undertaking	-	(67.8)
Issue costs of new long term loans	(1.1)	(13.5)
Net cash flows from financing activities	41.3	13.4
Net increase in cash and cash equivalents	51.1	5.7
Net foreign exchange difference	(2.4)	(2.2)
Cash and cash equivalents at period start	144.0	140.5
Cash and cash equivalents at period end	192.7	144.0

SEGMENTAL ANALYSIS

(a) Revenue by segment

	Nine Months 2019	Restated Year ended 31 March 2018
	€m	€m
Energia Group (excluding renewable assets)	1,030.6	1,245.8
Energia renewable assets	36.8	39.8
Power NI	310.0	380.4
PPB	116.8	142.8
Inter-group eliminations	(37.0)	(42.0)
Group	1,457.2	1,766.8
Adjustment for over/(under) recovery	4.7	(4.6)
Total	1,461.9	1,762.2

The adjustment for over/ (under) recovery represents the amount by which the regulated businesses over/ (under) recovered against their regulated entitlement.

SEGMENTAL ANALYSIS (continued)

(b) Operating Profit

	Nine Months 2019	Restated Year ended 31 March 2018
	€m	€m
Segment Pro-Forma EBITDA		
Energia Group (excluding renewable assets)	55.6	69.7
Energia renewable assets	26.7	31.3
Power NI	30.9	40.0
PPB	1.2	6.7
Other	0.4	0.8
Group Pro-Forma EBITDA	114.8	148.5
Adjustment for over/ (under) recovery	4.7	(4.6)
Group EBITDA	119.5	143.9
Depreciation/amortisation		
Energia Group (excluding renewable assets)	(17.3)	(22.0)
Energia renewable assets	(14.9)	(16.7)
Power NI	(0.9)	(1.4)
Other	(0.5)	(0.7)
Group depreciation and amortisation	(33.6)	(40.8)
Operating profit pre exceptional items and certain remeasurements		
Energia Group (excluding renewable assets)	38.3	47.7
Energia renewable assets	11.8	14.6
Power NI	30.0	38.6
PPB	1.2	6.6
Other	(0.1)	0.2
Group Pro-Forma operating profit	81.2	107.7
Adjustment for over/(under) recovery	4.7	(4.6)
Operating profit pre exceptional items and certain remeasurements	85.9	103.1
Exceptional items and certain remeasurements		
Energia Group (excluding renewable assets)	5.2	(134.5)
Energia renewable assets	1.8	0.5
Power NI	2.2	1.0
Other	-	(0.2)
Group operating profit/(loss) post-exceptional items and certain remeasurements	95.1	(30.1)
Finance cost	(28.2)	(78.8)
Finance income	1.1	1.2
	(27.1)	(77.6)
Share of loss in associates	(1.0)	(0.7)
Profit on sale of associate	5.2	
Profit/(loss) on ordinary activities before tax	72.2	(108.4)

Net Debt

An analysis of the Group's net debt is as follows:

	As at 31 December 2018 €m	Restated Year end 31 March 2018 €m
Investments	1.4	1.5
Cash and cash equivalents	161.5	115.6
Senior secured notes €350m (2025)	(344.5)	(344.0)
Senior secured notes €225m (2024)	(246.8)	(252.2)
Interest accruals – Senior secured notes	(7.6)	(1.2)
Other interest accruals	(1.1)	(0.8)
Net debt excluding project finance facilities	(437.1)	(481.1)
Project finance cash	31.2	28.4
Project finance bank facility (RoI)	(115.8)	(120.6)
Project finance bank facility (NI)	(216.5)	(173.9)
Project finance interest accruals	(3.3)	(0.4)
Net debt	(741.5)	(747.6)