

Registered number: 03499144

PUNCH TAVERNS HOLDINGS LIMITED

UNAUDITED ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022



PUNCH TAVERNS HOLDINGS LIMITED

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PUNCH TAVERNS HOLDINGS LIMITED

COMPANY INFORMATION

DIRECTORS	C J Moore L J W Mountstevens S M Paterson
REGISTERED NUMBER	03499144
REGISTERED OFFICE	Elsley Court 20-22 Great Titchfield Street London W1W 8BE United Kingdom

PUNCH TAVERNS HOLDINGS LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors present their Strategic Report and the financial statements of Punch Taverns Holdings Limited ('the Company') for the year ended 31 December 2022. The Company is a wholly owned subsidiary of Punch Taverns (Chiltern) Limited. The results of the Company are consolidated into the results of Heineken UK Limited and its subsidiary undertakings (together 'the Group').

BUSINESS REVIEW

The Company holds investments in pub companies in the United Kingdom (UK). As at 31 December 2022, the Company had net liabilities of £97,824k (2021: £85,631k), comprised of investments in subsidiaries of £344,947k (2021: £344,947k), offset by an intercompany payable of £442,771k (2021: £430,578k). The positions at the year-end principally related to the Company's subsidiary Punch Partnerships (PTL) Limited.

The Company made an operating profit of £16k (2021: operating loss of £138,296k) owing to legal entity rationalisation activity within the Group. Operating profit in the year represented the write off of an intercompany loan owed to the subsidiary Punch Taverns Finance Limited, which was dissolved during the year. In 2021, the Company wrote off an intercompany loan of £140,883k owed by Punch Taverns (RH) Limited and the Company also received a distribution in kind in the year. The intercompany write offs in the current and prior year were recognised in administrative expenses. The loss before tax in the year after interest amounted to £12,193k (2021: £138,709k).

Given the simple nature of the business, no KPIs are used in the management of the Company other than the figures in the Statement of Comprehensive Income itself.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risk associated with this entity is the carrying value of the investments held not being supported. As noted above, the value of investments is principally comprised of Punch Partnerships (PTL) Limited, with other subsidiaries subject to legal entity rationalisation in the current or prior period. Consequently, the Directors do not believe this to be a significant risk due to their understanding of the underlying performance of the business. An impairment review is completed on an annual basis and there are no indicators of impairment.

FINANCIAL RISK MANAGEMENT POLICY

The main risks associated with the Company's financial assets and liabilities are set out below.

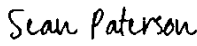
Interest rate risk

Interest rate risk refers to the risk that changes in market interest rates will adversely affect the fair value or cash flows of a financial instrument and cause volatility in the results of the Company. The most significant risk relates to the variable rate of interest paid on intercompany loans. The variable rate of interest on loans between Group companies is determined by management in line with the Global Credit Policy, ensuring an equitable spread of the cost of funding throughout the Group.

Liquidity risk

Liquidity risk refers to the risk that the Company will not be able to meet payment obligations associated with its liabilities when they are due. The Company's financial liabilities primarily include intercompany loans from Group companies. The Group liquidity position is managed by the Management Team in conjunction with the Directors, together ensuring that the maturity of any debt is aligned with the forecasted cash flow generation of the business. There are strong cost and cash management procedures in place, including controls over investment proposals, and as a result liquidity risk is deemed limited.

This report was approved by the Board on 14 September 2023 and signed on its behalf by:

DocuSigned by:

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S M Paterson
Director

PUNCH TAVERNS HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors present their annual report and the financial statements for the year ended 31 December 2022.

PRINCIPAL ACTIVITY

The principal activity of the Company is that of a holding company.

RESULTS AND DIVIDENDS

The loss for the financial year amounted to £12,193k (2021: £138,896k). A business review is presented in the Strategic Report on page 2 and forms part of this report by way of cross reference.

During the year and after year end, no dividends were paid or proposed (2021: £nil).

DIRECTORS

The Directors who served during the year and up to the date of signing the financial statements were:

C J Moore
L J W Mountstevens
S M Paterson

POLITICAL AND CHARITABLE CONTRIBUTIONS

The Company made no political contributions or donations to charities during the year (2021: £nil).

FUTURE DEVELOPMENTS

The Company is expected to continue as an intermediate holding company for the foreseeable future.

MATTERS INCLUDED IN THE STRATEGIC REPORT

Details of principal risks and financial risk management are discussed in the Strategic Report on page 2 and form part of this report by way of cross-reference.

QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

Qualifying third-party indemnity provisions are in place for the benefit of Directors or Officers of the Heineken Group (which extend to the performance of any duties as Director or Officer of any associated company) and these remain in force at the date of this report.

GOING CONCERN

The financial position of the Company is set out in the Statement of Financial Position. The Company has net liabilities of £97,824k (2021: £85,631k) and net current liabilities of £442,771k (2021: £430,578k). Funding amounts owed to other Group companies of £442,771k (2021: £430,578k) are reported as current liabilities in absence of unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period. These amounts are owing to companies under common control and will not be recalled within 12 months without prior consideration of the Company's liquidity position.

Having reviewed the UK operating company's forecasts, projections and other relevant evidence including external industry judgement, the Directors have a reasonable expectation that the Group and therefore the Company, will continue in operational existence for the foreseeable future.

As disclosed in the consolidated financial statements of Heineken UK Limited, the outstanding liabilities of the Company as at 31 December 2022 have been guaranteed by Heineken UK Limited.

Accordingly, the financial statements of the Company have been prepared on a going concern basis and we note that there are no material uncertainties in arriving at this conclusion.

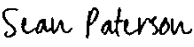
PUNCH TAVERNS HOLDINGS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

EXEMPTION FROM AUDIT

For the year ended 31 December 2022 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 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. The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparation of accounts.

This report was approved by the Board on 14 September 2023 and signed on its behalf by:

DocuSigned by:

45C43B4ACA7D4B3

S M Paterson
Director

PUNCH TAVERNS HOLDINGS LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors are responsible for preparing 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 UK Generally Accepted Accounting Practice (UK Accounting Standards and applicable law), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. The financial statements are required by law to 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 judgements and accounting estimates that are reasonable and prudent; 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.

PUNCH TAVERNS HOLDINGS LIMITED**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022**

		2022	2021
	Note	£000	£000
Operating income		-	2,600
Administrative expenses		16	(140,896)
Operating profit/(loss)	4	16	(138,296)
Interest payable and similar expenses	7	(12,209)	(413)
Loss before tax		(12,193)	(138,709)
Tax on loss	8	-	(187)
Loss for the financial year and total comprehensive expense		(12,193)	(138,896)

Results are derived wholly from continuing operations.

The notes on pages 9 to 17 form part of these financial statements.

PUNCH TAVERNS HOLDINGS LIMITED
REGISTERED NUMBER: 03499144

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	2022 £000	2021 £000
Fixed assets			
Investments	9	<u>344,947</u>	<u>344,947</u>
Creditors: amounts falling due within one year	10	<u>(442,771)</u>	<u>(430,570)</u>
Net current liabilities		<u>(442,771)</u>	<u>(430,578)</u>
Total assets less current liabilities		<u>(97,824)</u>	<u>(85,631)</u>
Net liabilities		<u>(97,824)</u>	<u>(85,631)</u>
Capital and reserves			
Called-up share capital	12	64	64
Capital reserve	13	19,443	19,443
Profit and loss account	13	<u>(117,331)</u>	<u>(105,138)</u>
Total equity		<u>(97,824)</u>	<u>(85,631)</u>

For the year ended 31 December 2022 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 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. The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and preparation of accounts.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 14 September 2023 by:

DocuSigned by:

Sean Paterson

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S M Paterson
 Director

The notes on pages 9 to 17 form part of these financial statements.

PUNCH TAVERNS HOLDINGS LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Called-up share capital	Capital reserve	Profit and loss account	Total equity
	£000	£000	£000	£000
At 1 January 2021	64	19,443	33,758	53,265
Loss for the financial year and total comprehensive expense	-	-	(138,896)	(138,896)
At 31 December 2021	64	19,443	(105,138)	(85,631)

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Called-up share capital	Capital reserve	Profit and loss account	Total equity
	£000	£000	£000	£000
At 1 January 2022	64	19,443	(105,138)	(85,631)
Loss for the financial year and total comprehensive expense	-	-	(12,193)	(12,193)
At 31 December 2022	64	19,443	(117,331)	(97,824)

The notes on pages 9 to 17 form part of these financial statements.

PUNCH TAVERNS HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. GENERAL INFORMATION

Punch Taverns Holdings Limited ('the Company') is a holding company. The Company is a private company limited by shares and is incorporated in the UK under the Companies Act 2006 and registered in England and Wales. The address of its registered office is: Elsley Court, 20-22 Great Titchfield Street, London, W1W 8BE, United Kingdom.

These financial statements are presented in pound sterling, which is the Company's functional and presentational currency, and all values are rounded to the nearest thousand except where otherwise indicated.

These financial statements are separate financial statements. The Company is exempt from the preparation and delivery of consolidated financial statements under section 400 of the Companies Act 2006, because it is included in the consolidated financial statements of Heineken UK Limited. The financial statements are available to the public and can be obtained as set out in note 14.

Adoption of new and revised standards

New and amended IFRS standards that are effective for the current year

The Company has adopted the following new International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), interpretations and amendments to existing standards, which are effective by UK endorsement for annual periods beginning on or after 1 January 2022. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

- Amendments to IFRS 3 'Reference to the Conceptual Framework';
- Amendments to IAS 16 'Property, Plant and Equipment - Proceeds before Intended Use';
- Amendments to IAS 37 'Onerous Contracts—Cost of Fulfilling a Contract'; and
- 'Annual Improvements to IFRS Accounting Standards 2018-2020 Cycle'.

2. ACCOUNTING POLICIES

2.1. Basis of preparation of financial statements

The Company meets the definition of a qualifying entity under Financial Reporting Standard (FRS) 100 'Application of Financial Reporting Requirements' issued by the Financial Reporting Council. Accordingly, these financial statements have been prepared in accordance with FRS 101 'Reduced Disclosure Framework'. The Company's results are included in the Group financial statements of Heineken UK Limited as disclosed in note 1.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- IFRS 7, 'Financial instruments: Disclosures'.
- The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d) (statement of cash flows);
 - 16 (statement of compliance with all IFRS);
 - 38A (requirement for minimum of two primary statements, including cash flow statements);
 - 38B – D (additional comparative information);
 - 111 (statement of cash flows information); and
 - 134 – 136 (capital management disclosures).
- IAS 7, 'Statement of cash flows'.
- Paragraph 30 and 31 of IAS 8, 'Accounting policies, changes in accounting estimates and errors' (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective).
- Paragraph 17 (key management compensation) and 18A of IAS 24, 'Related party disclosures', related to key management services provided by a separate management entity.

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****2. ACCOUNTING POLICIES (CONTINUED)****2.1. Basis of preparation of financial statements (continued)**

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101 (continued):

- The requirements in IAS 24, 'Related party disclosures', to disclose related party transactions entered into between two or more members of a group.

The financial statements have been prepared on a going concern basis, based on the historical cost convention. Historical cost is generally based on fair value of the consideration given in exchange for the goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement purposes in these financial statements is determined on such a basis, measurements that have some similarities to fair value but are not fair value, such as value in use in IAS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The following principal accounting policies have been applied:

2.2. Going concern

The financial position of the Company is set out in the Statement of Financial Position. The Company has net liabilities of £97,824k (2021: £85,631k) and net current liabilities of 442,771£k (2021: £430,578k). Funding amounts owed to other Group companies of £442,771k (2021: £430,578k) are reported as current liabilities in absence of unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period. These amounts are owing to companies under common control and will not be recalled within 12 months without prior consideration of the Company's liquidity position.

Having reviewed the UK operating company's forecasts, projections and other relevant evidence including external industry judgement, the Directors have a reasonable expectation that the Group and therefore the Company, will continue in operational existence for the foreseeable future.

As disclosed in the consolidated financial statements of Heineken UK Limited, the outstanding liabilities of the Company as at 31 December 2022 have been guaranteed by Heineken UK Limited.

Accordingly, the financial statements of the Company have been prepared on a going concern basis and we note that there are no material uncertainties in arriving at this conclusion.

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****2. ACCOUNTING POLICIES (CONTINUED)****2.3. Investments**

Investments in subsidiaries are measured at cost less impairment. Where merger relief is applicable, the cost of the investment in a subsidiary undertaking is measured at the nominal value of the shares issued together with the fair value of any additional consideration paid. This investment is subject to impairment reviews as follows:

At each Statement of Financial Position date non-financial assets not carried at fair value are assessed to determine whether there is an indication that the asset may be impaired. If there is such an indication the recoverable amount of the asset is compared to the carrying amount of the asset.

The recoverable amount of the asset is the higher of the fair value less costs to sell and value in use. Value in use is defined as the present value of the future cash flows before interest and tax obtainable as a result of the asset's continued use. These cash flows are discounted using a pre-tax discount rate that represents the current market risk-free rate and the risks inherent in the asset.

If the recoverable amount of the asset is estimated to be lower than the carrying amount, the carrying amount is reduced to its recoverable amount. An impairment loss is recognised in profit or loss for the year, in the Statement of Comprehensive Income, unless the asset has been revalued when the amount is recognised in other comprehensive income to the extent of any previously recognised revaluation. Thereafter, any excess is recognised in the Statement of Comprehensive Income.

If an impairment loss is subsequently reversed, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the revised carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised in prior periods. A reversal of an impairment loss is recognised in the Statement of Comprehensive Income.

2.4. Financial instruments

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

Financial liabilities

The Company classifies all its financial liabilities as liabilities at amortised cost.

Financial liabilities at amortised cost

Financial liabilities at amortised cost are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument. Such interest bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried into the Statement of Financial Position.

2.5. Interest payable

Interest payable is recognised in the Statement of Comprehensive Income using the effective interest method.

PUNCH TAVERNS HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. ACCOUNTING POLICIES (CONTINUED)

2.6. Current and deferred tax

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and is accounted for using the Statement of Financial Position liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each Statement of Financial Position date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the reporting date.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of financial statements requires the Company to make use of estimates, judgements and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of turnover and expenses during the reporting period.

Estimates and judgements are continually made and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable in the circumstances. As the use of estimates is inherent in financial reporting, actual results could differ from these estimates.

Key sources of estimation uncertainty

The Directors believe there are no key sources of estimation uncertainty in preparing these financial statements.

Critical judgements in applying the Company's accounting policies

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of turnover and expenses during the reporting period.

Estimates and judgements are continually made and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable in the circumstances. As the use of estimates is inherent in financial reporting, actual results could differ from these estimates.

The Directors believe there are no critical accounting judgements in preparing these financial statements.

4. OPERATING LOSS

The operating loss is stated after (crediting)/charging:

	2022	2021
	£000	£000
Intercompany balances write off	(16)	140,883
Distribution in kind from subsidiary	-	(2,600)
Impairment of investment in subsidiary	-	13

5. AUDITOR'S REMUNERATION

The Company was entitled to exemption from audit under section 479A of the Companies Act 2006 and therefore incurred no audit fees in 2022 (2021: £nil). No non-audit services were provided to the Company in the current or prior year.

6. EMPLOYEES

The Company has no employees (2021: none). Directors' remuneration is borne by Heineken UK Limited, the principal employer of the Group, in both the current and prior year.

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2022	2021
	£000	£000
Interest payable to Group undertakings	12,209	413

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****8. TAX ON LOSS**

	2022	2021
	£000	£000
DEFERRED TAX		
Current year	-	220
Adjustment in respect of previous periods	-	(33)
TOTAL DEFERRED TAX	-	187
TAX ON LOSS	-	187

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The effective tax rate of 0.00% (2021: 0.13%) for the year is lower (2021: lower) than the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%) as set out below:

	2022	2021
	£000	£000
Loss before tax	(12,193)	(138,709)
Loss before tax multiplied by standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)	(2,317)	(26,355)

EFFECTS OF:

Expenses not deductible for tax purposes	-	26,771
Group income	-	(494)
Adjustment in respect of previous periods	-	(33)
Group relief surrendered for no cash consideration	2,317	298
TOTAL TAX CHARGE FOR THE YEAR	-	187

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

Changes to the UK corporation tax rates were substantively enacted as part of Finance Bill 2021 during the prior year and these changes were reflected within the tax figures. This included an increase to the main rate of corporation tax to 25.00% from 1 April 2023 and this is the rate that has been used to calculate deferred tax where applicable at the year end and the prior year. The Finance Act 2022 and 2023, receiving Royal Assent on 24 February 2022 and 10 January 2023 respectively, will have no impact on the corporation tax figures.

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****9. INVESTMENTS**

	Investments in subsidiary companies £000
Cost	
At 1 January 2022	3,176,229
Dissolution of subsidiaries	(13)
At 31 December 2022	<u>3,176,216</u>
Accumulated impairment	
At 1 January 2022	2,831,282
Dissolution of subsidiaries	(13)
At 31 December 2022	<u>2,831,269</u>
Net book value	
At 31 December 2021	344,947
At 31 December 2022	<u>344,947</u>

DIRECT SUBSIDIARY UNDERTAKINGS

The following were direct subsidiary undertakings of the Company:

Name	Country of incorporation/ Principal place of business	Holding
Punch Partnerships (PTL) Limited ⁽¹⁾	England & Wales	100.00%
Punch Taverns (RH) Limited ⁽¹⁾	England & Wales	100.00%
Punch Taverns Properties Limited ⁽¹⁾	England & Wales	100.00%

INDIRECT SUBSIDIARY UNDERTAKINGS

The following were indirect subsidiary undertakings of the Company:

Name	Country of incorporation/ Principal place of business	Holding
B.W.B. Limited ⁽¹⁾	England & Wales	100.00%
Punch Taverns (PR) Limited ⁽¹⁾	England & Wales	100.00%
Punch Taverns (VPR) Limited ⁽¹⁾	England & Wales	100.00%
Tetley Walker Limited ⁽¹⁾	England & Wales	100.00%
Tolchard & Son Limited ⁽¹⁾	England & Wales	100.00%
Walker Cain Limited ⁽¹⁾	England & Wales	100.00%
Alloa Brewery Company Limited ⁽²⁾	Scotland	100.00%

PUNCH TAVERNS HOLDINGS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022****9. INVESTMENTS (CONTINUED)**

The Company had a 100.00% direct or indirect interest in the below 5 subsidiary companies, which were dissolved in 2022:

- Agnew Stores (Holdings) Limited ⁽²⁾
- BK Investments Limited ⁽¹⁾
- XXFM Limited ⁽¹⁾
- Inn Business Property Limited ⁽¹⁾
- Punch Taverns Finance Limited ⁽¹⁾

Registered address:

(1) Registered address of Elsley Court, 20-22 Great Titchfield Street, London, W1W 8BE

(2) Registered address of 3-4 Broadway Park, South Gyle Broadway, Edinburgh, EH12 9JZ

10. CREDITORS

	2022	2021
	£000	£000
Amounts falling due within one year		
Funding amounts owed to subsidiary undertakings	442,771	430,578

Funding amounts owed to subsidiary undertakings are unsecured. An annual interest rate of 1.55% (2021: 0.10%) plus average Sterling Overnight Index Average was charged on outstanding balances per annum. All loans with Group companies were recorded at their fair value.

11. DEFERRED TAXATION

	2021
	£000
At January 2021	187
Adjustment in respect of prior years	33
Charged to the Statement of Comprehensive Income	(220)
At 31 December 2021	-

Deferred tax was charged to the Statement of Comprehensive Income in 2021, and no further tax was recognised in 2022.

12. CALLED-UP SHARE CAPITAL

	2022	2021
	No.	No.
Authorised shares	170,000	170,000
	2022	2021
	£000	£000
Allotted, called-up and fully paid		
63,932 (2021: 63,932) Ordinary shares of £1 (2021: £1) each	64	64

PUNCH TAVERNS HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

13. RESERVES

Profit and loss account

The profit and loss account represents the accumulated profits, losses and distributions of the Company.

14. ULTIMATE PARENT COMPANY

The immediate parent company as at the Statement of Financial Position date is Punch Taverns (Chiltern) Limited (the 'immediate parent company'), a company registered in England and Wales. Copies of its financial statements can be obtained from the Company Secretary, Elsley Court, 20-22 Great Titchfield Street, London, W1W 8BE, United Kingdom, which is also its registered office.

The parent undertaking as at the Statement of Financial Position date, which was also the smallest group of undertakings for which group financial statements were drawn up and of which the Company was a member, was Heineken UK Limited, a company registered in Scotland. Group financial statements for this company may be obtained from the Company Secretary, 3-4 Broadway Park, South Gyle Broadway, EH12 9JZ, United Kingdom, which is also its registered office.

The ultimate parent undertaking at the Statement of Financial Position date is Heineken Holding N.V. and the ultimate controlling party is Mrs C.L. de Carvalho-Heineken. Heineken Holding N.V., a company incorporated and registered in The Netherlands, is the parent for the largest group of undertakings for which group financial statements were drawn up and of which the Company was a member. Group financial statements for this company may be obtained from the Company Secretary, Heineken N.V., Tweede Weteringplantsoen 21, 1017 ZD, Amsterdam, The Netherlands, which is also the registered office.