

GFP Trading Limited

Annual Report and Financial Statements

18 Month Period Ended

31 March 2022

Company Number 09490010

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GFP Trading Limited

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Company Information

Directors	D P G Bates S N Hardman
Company secretary	M D New
Registered number	09490010
Registered office	Suites D&E Windrush Court Blacklands Way Abingdon OX14 1SY
Independent auditor	BDO LLP Two Snowhill Birmingham B4 6GA

GFP Trading Limited

Strategic Report For the 18 Month Period Ended 31 March 2022

The Directors present their Strategic Report for the period ended 31 March 2022.

Business review

The Company is preparing accounts for an 18 month period to align the Company's year end with the wider group. A business review for this period is outlined below:

On 1 October 2020, the entire share capital of the Company was sold to Conrad Energy Holdings II Limited. This was as part of an overall deal that included the acquisition of trade and assets of the Company's former group companies GFPII Limited and Viridis 178 Ltd.

Eight of the fifteen sites operated and traded in the Company until separate legal entities were set up in October 2021 (Alcoa, Down Barn Farm, Goose House Lane, Moorfield, Sudmeadow, Trafalgar Park and Barton Hill), and February 2022 (Dowlais) respectively. The remaining seven sites (Drove, Lester Way, Letchworth, Plymouth Rock, Rake Lane, Redfield & Water Lane) recharged their economic benefit to the group via GFPT's parent company (Conrad Emerald Limited) until each forming their own legal entity between December 2020 and March 2021.

In June 2021, the company acquired an operational battery storage site at Flitwick for £24m. As with the Viridis sites, the operation and trading of the asset was held within the Company until March 2022, at which point the asset was transferred to Conrad (Flitwick) Limited.

Principal risks and uncertainties

1) Operating risks

Wholesale power and gas prices – to achieve success in merchant market the power price must, at times, be higher than the cost of generation. This is outside the control of the Group. The Group believes that the fundamental underlying changes to the generation mix are sufficiently strong that prices will be regularly above the cost of generation. The Group has also mitigated this operating risk through continued investment in our intelligent dispatch platform to ensure the Group participates in the best balancing markets.

2) Regulatory risk

The Group manages this risk through the use of regulatory specialists and power market consultants. The Group is also actively engaged in industry forums and maintains strong relationships with regulatory bodies.

3) Financial risk

The Group's principal financial instruments comprise cash, cash equivalents and loans. Other financial assets and liabilities, such as trade creditors and trade debtors, arise directly from the Group's operating activities.

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

Credit risks

The Group has external debtors, however, it undertakes assessments of its customers in order to ensure that credit is not extended where there is a likelihood of default.

GFP Trading Limited

Strategic Report (continued) For the 18 Month Period Ended 31 March 2022

Financial key performance indicators

The key performance indicators of the Company are as follows:

	18 month period ended 31 March 2022 £	4 months ended 30 September 2020 £
Turnover	47,339,444	8,528,189
Gross profit/(loss)	20,487,730	202,713
Profit/(loss) for the financial period	10,768,565	(267,030)
EBITDA	14,230,729	(240,974)

This report was approved by the board and signed on its behalf by:



D P G Bates
Director

Date: 12 April 2023

GFP Trading Limited

Directors' Report For the 18 Month Period Ended 31 March 2022

The Directors present their report and the financial statements for the 18 month period ended 31 March 2022.

Principal activity

The principal activity of the Company was that of power generation.

Results and dividends

The profit for the period, after taxation, amounted to £10,768,565 (2020 - loss £267,030).

No ordinary dividends were paid during the period (2020 - £Nil). The Directors do not recommend payment of a further dividend.

Directors

The Directors who served during the period and up to the date of approval of this report were:

D P G Bates
S N Hardman
C N B Shears (resigned 31 October 2022)

Directors' responsibilities statement

The Directors are responsible for preparing the Strategic Report, the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements 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 to 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.

Qualifying third party indemnity provisions

The Directors benefit from qualifying third party indemnity provisions in place during the financial period and at the date of this report.

GFP Trading Limited

Directors' Report (continued) For the 18 Month Period Ended 31 March 2022

Disclosure of information to auditor

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Post balance sheet events

There were no significant events since the period end.

Auditor

The auditor, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf by:



D P G Bates
Director

Date: 12 April 2023

GFP Trading Limited

Independent Auditor Report to the Members of GFP Trading Limited For the 18 Month Period Ended 31 March 2022

Opinion on the financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2022 and of its profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of GFP Trading Limited ("the Company") for the period ended 31 March 2022 which comprise the Statement of Comprehensive Income, the Statement of Financial Position and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

GFP Trading Limited

Independent Auditor Report to the Members of GFP Trading Limited For the 18 Month Period Ended 31 March 2022 (continued)

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Annual Report and Financial Statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Other Companies Act 2006 reporting

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

GFP Trading Limited

Independent Auditor Report to the Members of GFP Trading Limited For the 18 Month Period Ended 31 March 2022 (continued)

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the Company and the industry in which it operates, and considered the risk of acts by the Company which were contrary to applicable laws and regulations, including fraud. These included but were not limited to compliance with Companies Act 2006, the principles of United Kingdom Generally Accepted Accounting Practice, Energy Market regulations, Health and Safety, Employment Law, the Bribery Act 2010 and tax legislations.

We focused on laws and regulations that could give rise to a material misstatement in the financial statements.

Our tests included, but were not limited to:

- agreement of financial statements disclosures to underlying supporting documentation;
- review of accounting policies for non-compliance with relevant standards;
- enquiries of management including consideration of known or suspected instances of non-compliance with laws and regulations and fraud, and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances;
 - detecting and responding to the risks of fraud and whether they had knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- review of correspondence with the relevant authorities to identify any irregularities or instances of non-compliance with laws and regulations;
- review of minutes of Directors' board meetings throughout the period; and
- obtaining an understanding of the control environment in monitoring compliance with laws and regulations.

GFP Trading Limited

Independent Auditor Report to the Members of GFP Trading Limited For the 18 Month Period Ended 31 March 2022 (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

Extent to which the audit was capable of detecting irregularities, including fraud (continued)

We also evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to manipulate financial results and management bias in accounting estimates. We designed and executed procedures in line with our responsibilities to detect material misstatements in respect of irregularities including fraud as detailed below:

- We tested the appropriateness of journal entries made throughout the year by applying specific criteria and investigated any that appear unusual as to nature or amount that may have been indicative of management override;
- We assessed whether the judgements made in accounting estimates were indicative of a potential bias and tested the application of revenue recognition; and
- We identified areas at risk of management bias and challenged key estimates and judgements applied by management in the financial statements to assess their appropriateness.

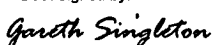
Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>.

This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

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Gareth Singleton (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Birmingham
United Kingdom

Date: 12 April 2023

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

GFP Trading Limited

Statement of Comprehensive Income For the 18 Month Period Ended 31 March 2022

	Note	18 month period ended 31 March 2022 £	4 month period ended 30 September 2020 £
Turnover	4	47,339,444	8,528,189
Cost of sales		(26,851,714)	(8,325,476)
Gross profit		20,487,730	202,713
Administrative expenses		(6,669,850)	(470,157)
Operating profit/(loss)	7	13,817,880	(267,444)
Tax on profit/(loss)	9	(3,049,315)	414
Profit/(loss) for the financial 18 month period		10,768,565	(267,030)

There was no other comprehensive income for the 18 month period ended 31 March 2022 (4 month period ended 30 September 2020 - £Nil).

The notes on pages 12 to 25 form part of these financial statements.

GFP Trading Limited

Registered number:09490010

**Statement of Financial Position
As at 31 March 2022**

	Note	31 March 2022 £	31 March 2022 £	30 September 2020 £	30 September 2020 £
Fixed assets					
Intangible fixed assets	10		-		351,577
Tangible fixed assets	11		-		56,447
			-		408,024
Current assets					
Debtors: amounts falling due within one year	12	71,734,732		4,559,398	
Cash at bank and in hand		4,871,405		739,908	
		76,606,137		5,299,306	
Creditors: amounts falling due within one year	13	(60,895,379)		(6,954,159)	
Net current assets/(liabilities)			15,710,758		(1,654,853)
Net assets/(liabilities)			15,710,758		(1,246,829)
Capital and reserves					
Called up share capital	15		6,190,022		1,000
Profit and loss account			9,520,736		(1,247,829)
			15,710,758		(1,246,829)

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



D P G Bates
Director

Date: 12 April 2023

The notes on pages 12 to 25 form part of these financial statements.

GFP Trading Limited

Statement of Changes in Equity For the 18 Month Period Ended 31 March 2022

	Called up share capital £	Retained earnings £	Total equity £
At 1 October 2020	1,000	(1,247,829)	(1,246,829)
Comprehensive income			
Profit for the 18 month period	-	10,768,565	10,768,565
Contributions by and distributions to owners			
Shares issued during the 18 month period	6,189,022	-	6,189,022
At 31 March 2022	6,190,022	9,520,736	15,710,758

Statement of Changes in Equity For the 4 Month Period Ended 30 September 2020

	Called up share capital £	Retained earnings £	Total equity £
At 1 June 2020	1,000	(980,799)	(979,799)
Comprehensive loss			
Total comprehensive loss	-	(267,030)	(267,030)
At 30 September 2020	1,000	(1,247,829)	(1,246,829)

The notes on pages 12 to 25 form part of these financial statements.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

1. General information

GFP Trading Limited is a private company limited by shares and incorporated in England and Wales under the Companies Act 2006. The address of the registered office is Suites D&E Windrush Court, Blacklands Way, Abingdon, United Kingdom, OX14 1SY. The nature of the Company's operations and its principal activity are outlined in the Directors' Report.

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 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 judgement in applying the Company's accounting policies (note 3).

The accounts have been prepared in the Company's functional currency, pounds sterling.

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on a going concern basis. The Company participates in the centralised banking arrangements of Conrad Energy Group II Limited, its ultimate parent, and of its fellow subsidiaries (together the "Group"). In assessing whether the Company is a going concern the Directors of the Company have therefore considered the wider Group position and reviewed the latest board Group budget cash flow model which extends to 31 March 2024. The Directors of the Company are satisfied that the cashflow forecasts of the Group show sufficient cash resources to support the Group over the going concern assessment period.

The wider Group's principal debt financing arrangement as at 31 March 2022 was a £67m debt facility with Natwest bank, of which the full balance was drawn down in March 2022. The first repayments of this debt facility commenced in June 2022 with all amounts to be repaid in bi-annual instalments by the facility end date of 31 December 2028. In addition to this amount, the Group has access to undrawn equity funding. The Group plans to draw down on this equity funding within the going concern period in order to fund uncommitted capital expenditure and growth of the business.

The forecasts indicate that the Group will continue to operate comfortably within the terms of its banking facilities and that the headroom provided by the Group's strong cash position and the debt facilities currently in place is adequate to support the Group over the going concern assessment period. The outstanding debt balance at the date of signing the financial statements is £55.2m.

During the period the Directors of the Company along with the wider Group board have considered the impact of wider economic issues such as the Russian invasion of Ukraine and other political policy changes relating to energy companies and assessed the associated risks to the Group. Based on their experience to date, including the level of post year end trading compared to the budget model, and taking into account all relevant matters of which they are aware, the Directors of the Company do not consider the impact of these risks to affect the view that the Company is a going concern.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

2. Accounting policies (continued)

Going concern (continued)

Based on this assessment the Directors have a reasonable expectation that the Company has sufficient resources to continue in operational existence for a period of not less than 12 months from the date of approval of the Company's financial statements for the year ended 31 March 2022. Accordingly, the financial statements have been prepared on a going concern basis.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

The following criteria must also be met before revenue is recognised:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

The sale of energy is measured at the contractual value of metered units supplied during the year

2.4 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of 10 years.

2.5 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 provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on cost
Completed sites	- 20 years straight line

2.6 Debtors

Short-term debtors are measured at transaction price, less any impairment.

2.7 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.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

2. Accounting policies (continued)

2.8 Creditors

Short-term creditors are measured at the transaction price.

2.9 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's balance sheet when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through the Statement of Comprehensive Income, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the Statement of Comprehensive Income.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in the Statement of Comprehensive Income.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

2. Accounting policies (continued)

2.9 Financial instruments (continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the group's contractual obligations expire or are discharged or cancelled.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

2. Accounting policies (continued)

2.10 Current and deferred taxation

The tax expense for the 18 month period comprises current and deferred tax. Tax is recognised in profit or loss except that a charge 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 balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key estimates and judgements are made in respect of useful life of plant and equipment.

4. Turnover

All turnover arose within the United Kingdom and were incurred by the Company's principal activities.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

5. Employees

	18 month period ended to 31 March 2022 £	4 month period ended to 30 September 2020 £
Wages and salaries	-	201,883
Social security costs	-	23,808
Other pension costs	-	8,779
	<u>-</u>	<u>234,470</u>

In the current period the Company had no employees, other than the Directors, who received remuneration through other entities.

6. Directors' remuneration

In the current period, directors' remuneration was borne by a related party.

In the previous period, directors' remuneration was paid by the immediate parent undertaking in respect of their duties, to both the immediate parent undertaking and to the Company and it is not practical to split out the remuneration for qualifying services to this company. Disclosure in respect of directors remuneration was included in the financial statements of the immediate parent undertaking.

In the period to 30 September 2020, the Company paid management charges of £79,586 to GFP II Limited

7. Operating profit/(loss)

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

	18 Month Period Ended 31 March 2022 £	4 Month Period Ended 30 September 2022 £
Depreciation - owned assets	56,447	9,528
Amortisation - owned assets	356,402	16,528
Auditor remuneration for audit of the financial statements	4,000	16,144
Auditor remuneration for taxation services	-	3,025
Auditor remuneration for other services	-	2,560
Operating leases	-	37,695
	<u>-</u>	<u>37,695</u>

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

8. Auditor's remuneration

During the 18 month period, the Company obtained the following services from the Company's auditor:

	18 Month Period Ended 31 March 2022 £	4 Month Period Ended 30 September 2020 £
Fees payable to the Company's auditor for the audit of the Company's financial statements	4,000	16,144

The Company has taken advantage of the exemption not to disclose amounts paid for non-audit services as these are disclosed in the consolidated accounts of the parent Company.

9. Taxation

	18 Month Period Ended 31 March 2022 £	4 Month Period Ended 30 September 2020 £
Corporation tax		
Current tax on profits for the year	3,062,918	-
Total current tax	3,062,918	-
Deferred tax		
Origination and reversal of timing differences	(13,603)	(414)
Total deferred tax	(13,603)	(414)
Taxation on profit/(loss) on ordinary activities	3,049,315	(414)

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

9. Taxation (continued)

Factors affecting tax charge for the 18 month period/period

The tax assessed for the 18 month period/4 month period is higher than (2020 - higher than) the standard rate of corporation tax in the UK of 19% (2020 - 19%). The differences are explained below:

	18 Month, Period Ended 31 March 2022 £	4 Month Period Ended 30 September 2022 £
Profit/(loss) on ordinary activities before tax	13,817,880	(267,444)
Profit/(loss) on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020 - 19%)	2,625,397	(50,814)
Effects of:		
Fixed asset differences	-	1,285
Deferred tax not recognised	59,771	49,115
Expenses not deductible for tax purposes	39,014	-
Other tax adjustments, reliefs and transfers	398,708	-
Remeasurement of deferred tax for changes in tax rates	(73,575)	-
Total tax charge for the 18 month period/period	3,049,315	(414)

Factors that may affect future tax charges

The Corporation tax is calculated at 19% (4 month period ended 30 September 2020 - 19%) of the estimated assessable profit for the period. Changes to the UK corporation tax rates were substantively enacted as part of the Finance Bill 2020 on 17 March 2020. The rate applicable from 1 April 2020 now remains at 19%, rather than the previously enacted reduction to 17%. Deferred taxes at the Statement of Financial Position date have been measured using these enacted rates and reflected in these financial statements. The UK government announced on 3 March 2021 that the government are intending to increase the corporation tax rate from 19% to 25% from April 2023. As this rate was not substantively enacted at the Statement of Financial Position date it has not been used to calculate the deferred tax balances.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

10. Intangible assets

	Computer software £
Cost	
At 1 October 2020	495,820
Additions	4,825
At 31 March 2022	500,645
Amortisation	
At 1 October 2020	144,243
Charge for the period	75,097
Impairment charge	281,305
At 31 March 2022	500,645
Net book value	
At 31 March 2022	-
At 30 September 2020	351,577

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

11. Tangible fixed assets

	Office equipment £	Completed sites £	Total £
Cost			
At 1 October 2020	143,197	-	143,197
Additions	-	65,991,412	65,991,412
Disposals	-	521,234	521,234
Reclassified to held for sale	-	(66,512,646)	(66,512,646)
At 31 March 2022	143,197	-	143,197
Depreciation			
At 1 October 2020	86,750	-	86,750
Charge for the 18 month period on owned assets	56,447	2,098,462	2,154,909
Transfers intra group	-	(2,098,462)	(2,098,462)
At 31 March 2022	143,197	-	143,197
Net book value			
At 31 March 2022	-	-	-
At 30 September 2020	56,447	-	56,447

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

12. Debtors

	18 month period ended 31 March 2022 £	4 month period ended 30 September 2020 £
Trade debtors	750,318	267,917
Amounts owed by group undertakings	57,155,585	-
Amounts owed by related parties	11,640,764	-
Other debtors	1,858,147	2,457,387
Other taxes and social security	-	941,716
Prepayments and accrued income	315,539	891,602
Deferred taxation	14,379	776
	71,734,732	4,559,398

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

13. Creditors: Amounts falling due within one year

	18 month period ended 31 March 2022 £	4 month period ended 30 September 2020 £
Trade creditors	237,046	13,495
Amounts owed to group undertakings	52,567,395	6,573,202
Amounts owed to related parties	791,452	-
Other taxation and social security	5,605,036	33,778
Other creditors	-	17,368
Accruals and deferred income	1,694,450	316,316
	60,895,379	6,954,159

Amounts owed to group undertakings are unsecured, interest free and repayable on demand.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

14. Deferred taxation

	2022 £
At 1 October 2020	776
Charged to profit or loss	13,603
At end of year	14,379

The deferred tax asset is made up as follows:

	31 March 2022 £	30 September 2020 £
Accelerated capital allowances	14,379	776
	14,379	776

15. Share capital

	18 month period ended 31 March 2022 £	4 month period ended 30 September 2020 £
Allotted, called up and fully paid		
6,190,022 (2020 - 1,000) Ordinary shares of £1.00 each	6,190,022	1,000

On 5 October 2020 a further 5,585,388 Ordinary shares of £1 each were issued at par.

On 8 December 2020 a further 603,634 Ordinary shares of £1 each were issued at par.

All shares were issued to the Company's immediate parent undertaking Conrad (Emerald) Limited.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

16. Capital and reserves

Called up share capital

The nominal value of allotted and fully paid up ordinary share capital.

Retained earnings

Cumulative net gains and losses are recognised in the Statement of Comprehensive Income.

17. Pension commitments

The Company operated a defined contributions pension scheme. The assets of the scheme were held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £Nil (year ended 30 September 2020 - £8,779). Contributions totalling £Nil (30 September 2020 - £3,583) were payable to the fund at the Statement of Financial Position date.

The Company no longer operates a defined contributions pension scheme as staff costs are borne by other group entities.

18. Commitments under operating leases

At 31 March 2022 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	31 March 2022 £	30 September 2020 £
Not later than 1 year	-	75,390
Later than 1 year and not later than 5 years	-	75,390
	<u>-</u>	<u>150,780</u>

On 23 April 2021, the Company cancelled the lease.

GFP Trading Limited

Notes to the Financial Statements For the 18 Month Period Ended 31 March 2022

19. Related party transactions

The Company was a wholly owned subsidiary of Conrad (Emerald) Limited. The Company has taken advantage of the exemption conferred by FRS 102 'Related party disclosures' not to disclose transactions with Conrad (Emerald) Limited or other wholly owned subsidiaries within the group.

Through common directorships, the below are considered related parties:

	Sales 2022 £	Purchases 2022 £	Receivable at 31 March 2022 £	Payable at 31 March 2022 £
Conrad Energy (Trading) Limited	(5,496,641)	19,562,270	11,637,643	-
Conrad Energy Limited	-	2,113,206	-	(791,452)
Conrad Energy (Holdings) Limited	-	-	3,122	-
	<u>(5,496,641)</u>	<u>21,675,476</u>	<u>11,640,765</u>	<u>(791,452)</u>

20. Controlling party

The immediate parent undertaking at the date of signing these accounts is Conrad (Emerald) Limited.

The ultimate parent undertaking is Stardust Investor II Limited and is the parent undertaking of the largest group for which group accounts are prepared, of which the company is a member. Copies of the accounts may be obtained from Companies House.

In the opinion of the Directors the single overall controlling party is Stardust Investor II Limited.