

# Senior Term Loan Facility Agreement Assurance Statement for Lenders

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Statement from Mercia Waste Management

## 1. Financial Performance

The Company has performed satisfactorily in the year to date with profit largely in line with the new Financial Model (FM) agreed at the end of 2022.

The Loan Ratios show that our performance in the last twelve months has been adequate if somewhat below that Modelled our projected cash generation is, however, superior to the FM.

Given the foregoing, the Company's capacity to make repayments of the loan and associated interest in full and on time remains in place

## 2. Loan Repayment

Repayments of Capital and Interest for the period ending 30<sup>th</sup> June 2023 were made on time in accordance with the Loan Agreement. The Company has every confidence that it will be able to deal with the payments due at the end of December 2023 in the same way.

## 3. Buildings, Plant and other Infrastructure

No problems exist which would require the Lenders attention at any of the Company's Facilities.

## 4. Compliance with Environmental Conditions and Permits

There are no material issues at any sites.

## 5. Insurance


The Company placed its insurance for the Energy from Waste Plant in March (following the renewals for the other Sites in December). We continue to benefit from our best-in-class rating flowing from the Plant design and our collaborative approach to risk management with the Insurer.

The renewal process for the insurances which required December has commenced. The Company is confident that it can place all the required covers.

There are no significant issues to report in respect of claims or other matters.

## 6. Key Staff

There are no changes to report

  
J W Haywood - Mercia Waste Management. 07.09.2023