

Senior Term Loan Facility Agreement

Assurance Statement for Lenders

Statement from Mercia Waste Management

1. Financial Performance

The Company continued to produce a satisfactory performance both in terms of profitability and cash generation throughout the last 12 months. Tonnages received under the Contract whilst slightly lower than modelled were within c1% of the level predicted. Income from recycling is ahead of the prior year whilst electricity prices have remained fairly stable.

The Company's capacity to make repayments of the loan and associated interest in full and on time remains firmly in place.

2. Loan Repayment

Repayments of Capital and Interest for the period ending 30th June 2025 were made on time in accordance with the Loan Agreement as have such all previous payments. The Company has every confidence that it will be able to deal with the payments due at the end of December 2025 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 completed the renewal process for the Energy from Waste Plant during February. 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.

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

6. Key Staff

Jim Haywood retired in April and Lyn Gennoe (Financial Controller) is the main finance contact in Mercia Waste Management Ltd. There have been some changes to junior finance roles as a consequence of streamlining finance systems throughout the business. There have been no changes to operational personnel.

L Gennoe - Mercia Waste Management. 22.09.2025