Pinewood Group Limited

Report as at and for

the 6 months to

30 September 2021

Second quarter highlights

Operational and industry highlights

- The BFI reported that the combined UK film and high-end television ('HETV') production spend in the UK for year to date to Q3 CY21 was £4.7 billion from 325 productions. This is the highest combined 9-month film and HETV spend, in the quarterly statistics, on record
- Both studios are operating at capacity, with our customers having full production schedules. Currently, there are 17 productions based at the studios, of which 8 are shooting. The Post-Production and TV businesses are performing strongly with activity at normalised levels
- The Group has delivered another good set of results, with turnover up by 6% to £49.5 million (Q2 YTD FY21: £46.7 million) and Adjusted EBITDA up by 4.2% to £32.7 million (Q2 YTD FY21: £31.3 million) in the 6-month period to 30 September

Strategic highlights

Expansion projects progressing:

- Real estate optimisation ("REO"): construction of five new stages at Pinewood West, pre-let to Disney, with delivery expected in mid CY22
- Shepperton North West: enabling works are underway for the construction of three sound stages and other production accommodation (c. 165k sq ft) together with a six-acre backlot; entered into a contract with Sir Robert McAlpine for the main works
- Shepperton South: achieved detailed planning consent for the construction of 14 sound stages and other production accommodation (c. 800k sq ft), enabling works have commenced and we have entered into a fixed price contract with Laing O'Rourke for the main works. Additionally, we have signed an agreement with Netflix to pre-let a majority of the development.
- Pinewood East Phase 3: detailed planning permission received in Q2 CY21 for 4 new sound stages (c.140k sq ft). This will conclude the expansion of Pinewood East and design is being finalised

Financial highlights

The table below provides an overview of key performance indicators for the period:

	6 months ended 30 Sept 2021 £'000	**6 months ended 30 Sept 2020 £'000**
Turnover	49,510	46,656
Adjusted EBITDA	32,659	31,341
Adjusted EBITDA margin	66.0%	67.2%
Cash generated from operations	2,676	10,499
Capital expenditure*	(35,888)	(13,016)
Adjusted net debt	(501,477)	(472,388)

** Capital expenditure represents the purchase of property, plant and equipment, intangible assets, and the investment in and repayments from participating interests, net of proceeds from disposal of property, plant and equipment, intangibles, investments and participating interests*

Turnover

Turnover of £49.5 million was up by £2.8 million on the prior year (Q2 YTD FY21: £46.7 million), with the prior year period impacted by the pandemic and the production hiatus. The half year benefited from the strong return of the Post-Production business and TV. However, with our customers having full production schedules and the studios operating at capacity, there has been a change in mix of revenue streams within UK studios.

Adjusted EBITDA

Adjusted EBITDA improved by £1.4 million at the half year to £32.7 million (Q2 YTD FY21: £31.3 million), with the TV and Post-Production businesses supporting this improvement. With the studios operating at capacity, there has been limited space available for resale to third parties, although, this has been mitigated by improved returns from our associate company (PMBS Holdings Ltd or 'PMBS') in delivering lighting services to productions, and the sale of other ancillary studio services at the UK studios. The net increase outlined above was partially offset by the repayment in Q1 FY22 of funds received in FY21 under the Government's Coronavirus Job Retention Scheme ('CJRS') and a decrease in international activity due to the termination of the agreement with the studios in Atlanta in October 2020.

Adjusted EBITDA margin of 66.0% compares with Q2 YTD FY21 of 67.2%. Excluding the impact of funds in relation to the CJRS and income received from participating interests, the adjusted EBITDA margin is 65.0% (Q2 YTD FY21: 65.8%)

Reconciliation of profit after taxation to Adjusted EBITDA

	6 months ended 30 Sept 2021	**6 months ended 30 Sept 2020**
Profit after taxation	15,095	16,190
Tax charge on profit	5,321	5,066
Net interest payable and other charges	6,594	4,575
Depreciation of property, plant and equipment	5,196	5,187
Impairment of property, plant and equipment	-	-
Amortisation of intangible assets	472	471
(Profit)/ loss on disposal of property, plant & equipment and investments	(19)	1,866
EBITDA	**32,659**	**33,355**
Adjusted items **	-	(2,014)
Adjusted EBITDA	**32,659**	**31,341**

** See note 1 of the accompanying financial statements for details of adjusted items

Cash flow and capital expenditure

The cash balance at 30 September 2021 was £248.5 million, having decreased by £49.1 million from £297.6 million since the start of the financial year.

Cash generated from operations was £2.7 million, with a significant proportion of cash receipts under the long-term contracts due in Q4 of each calendar year and the return of CJRS monies in the first half of FY22. After a net £12.7 million of interest and £3.1 million of tax paid, net cash outflow from operations was £13.1 million. £35.9 million was spent on capital expenditure, in particular on our studio expansion programme, including developing the five new stages at Pinewood West and undertaking enabling works at Shepperton. Finally, residual financing arrangement fees of £0.2 million were paid in the first half.

Net cash generation has declined by £34.3 million since Q2 YTD FY21, although £22.9 million of the reduction is from higher capital expenditure and the Group's studio expansion works. The remaining £11.4 million decline is due to a reduction from working capital of £8.1 million, an increase of £0.1 million in tax payments, a £3.3 million increase in net interest payments and a £0.2 million increase in arrangement fees following the refinancing earlier in 2021, partially offset by an increase of £0.3 million in cash flow from operating activities before changes in working capital. The reduction in working capital in FY22 is driven by: (i) the phasing-in of the two long-term contracts over the first half of FY21 alongside remaining traditional contracts, whereas a greater degree of cash has been received in advance of Q2 YTD FY22 under the long-term contracts; (ii) a natural delay from the timing of VAT reclaims relating to capital expenditure as our studio expansion plans progress; and is partially offset by (iii) a reduced level of resale-related payments in the period.

Adjusted Net debt and liquidity

Adjusted net debt as at 30 September 2021 stood at £501.5 million, based on £750.0 million of senior secured notes and a cash balance of £248.5 million. Adjusted net debt at 31 March 2021 was £452.4 million, based on £750.0 million of senior secured notes and a cash balance of £297.6 million.

Paul Golding, CEO, commented

The Group has had a strong first half to the year with the business trading strongly.

We are very pleased to announce that we are going ahead with the next phase of expansion at Shepperton Studios and the strengthening of our partnership with Netflix. Their commitment to expand at Shepperton is an endorsement of our operational expertise and enables us to continue our investment into this great studio.

The next Investor update is scheduled for 23 February 2022.

Recent Developments

We are pleased to announce that we have entered into a long-term contract with Netflix to pre-let part of the space at Shepperton South studio on terms substantially similar to our existing long-term contract with Netflix, and which will double the size of its existing production hub at Shepperton Studios.

We are also proceeding with the Shepperton South expansion (14 new sound stages and other production accommodation totalling approximately 800,000 square feet). This is in addition to the two expansion projects that are currently underway, 5 new stages at Pinewood West (totalling approximately 100,00 square feet) and Shepperton North West (three new sound stages and other production accommodation totalling approximately 165,000 square feet).

We have also entered into a fixed price contract for the majority of the works at Shepperton North West and we have entered into fixed price contract with Laing O'Rourke for the main works at Shepperton South, thereby significantly de-risking the execution of these projects.

Capital expenditures in the amount of £514 million to pay for the foregoing expansion projects are expected to come from cash on balance sheet and debt raised in the capital markets and such funds are expected to be deployed in the next three years in accordance with the following schedule: approximately 20% in the year ending 31 March 2022, approximately 50% in the year ending 31 March 2023 and the remaining approximately 30% in the year ending 31 March 2024.

Giving pro forma effect to the anticipated EBITDA, effects of certain pre-leased space currently being constructed as part of the expansion projects and adding back the effect of certain costs related to the UK Coronavirus Job Retention Scheme, our Pro Forma Adjusted EBITDA for the twelve months ended 30 September 2021 would have been £94.3 million.

We have received a valuation report, dated 15 November 2021, which values the Group's freehold property at £2,158 million. Adjusting for the remaining capital expenditure to be incurred for the Shepperton expansion project and new stage construction at Pinewood West, the Group's Adjusted Market Value is £2,672 million and adjusted net total LTV is 38% as of 31 September 2021 (pro forma for the offering announced today). As adjusted net total LTV of UK freehold property represents as adjusted net debt divided by the as adjusted Market Value of the Group's freehold real property.

General information

Pinewood is the leading independent provider of the real estate that is required for the production of film and television content. Founded in 1936 and headquartered in the United Kingdom, Pinewood owns premium, large-scale facilities also known as studios, for hosting film, television and other media productions. Our freehold studios are located in prime locations near London and make Pinewood a preferred choice for major film production companies. Pinewood branded studios have hosted over 2,000 films, among them 170 Oscar winners, 230 BAFTA winners and numerous blockbuster film productions with budgets of over $100.0 million.

Presentation of financial information

Unless otherwise indicated, the financial information presented in this report is the historical consolidated financial information of the Group.

This report includes or derives information from the following financial sources:

- The unaudited consolidated financial information of the Group as of and for the 3 months ended 30 September 2021 ("Q2 2022", "Q2 FY22"), and the comparative period as of and for the 3 months ended 30 September 2020 ("Q2 2021" or "Q2 FY21"), prepared in accordance with FRS 102
- The unaudited consolidated financial information of the Group as of and for the 6 months ended 30 September 2021 ("Q2 YTD 2022", "Q2 YTD FY22"), and the comparative period as of and for the 6 months ended 30 September 2020 ("Q2 YTD 2021" or "Q2 YTD FY21"), prepared in accordance with FRS 102.
- The audited consolidated financial information of the Group as of and for the year ended 31 March 2021 ("FY21"), and the comparative period as of and for the year ended 31 March 2020 ("FY20"), is prepared in accordance with FRS 102. The financial year for the Group runs from 1 April following the previous financial year end to 31 March each calendar year.

Further information for the noteholders

This report was prepared in accordance with the indenture dated 25 September 2019 among Pinewood Finco PLC, as issuer, the guarantors named therein, Deutsche Trustee Company Limited, as Trustee, and Deutsche Bank AG London Branch, as security agent and as paying agent.

This report may include forward-looking statements. All statements other than statements of historical fact included in this report, including those regarding the Group's financial position, business and acquisition strategy, plans and objectives of management for future operations, are forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the out-turned results, performance or achievements of the Group, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

Such forward-looking statements are based on numerous assumptions regarding the Group's present and future business strategies and the environment in which the Group will operate in the future. Many factors could cause the out-turned results, performance, or achievements to differ materially from those in the forward-looking statements. Forward-looking statements should, therefore, be construed in light of such risk factors and undue reliance should not be placed on forward-looking statements. These forward-looking statements speak only as of the date of this interim report. The Group expressly disclaims any obligations or undertaking, except as required by applicable law and regulations to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in the Group's expectations with regard thereto or any changes in events, conditions or circumstances on which any such statement is based.

The financial results presented in this presentation are preliminary and may change. This financial information includes calculations or figures that have been prepared internally by management and have not been reviewed or audited by our independent auditors. There can be no assurance that the Group's actual results for the period presented herein will not differ from the preliminary financial data presented herein and such changes could be material. This preliminary financial data should not be viewed as a substitute for full financial statements prepared in accordance with FRS 102 and is not necessarily indicative of the results to be achieved for any future periods. This preliminary financial information, and previously reported amounts, could be impacted by the effects of further review by the Board of Directors.

Use of non-FRS 102 financial information

This report contains certain non-UK GAAP and non-IFRS financial measures and ratios, including, Adjusted EBITDA, Adjusted EBITDA margin, Adjusted net debt, and certain other measures (collectively, "**Non-GAAP Measures**") that are not required by, or presented in accordance with UK GAAP, IFRS or the accounting measures of any other jurisdiction. In addition, where narrative information given in this report excludes the impact of adjusted items and, therefore, refers to non-GAAP measures, this is indicated in the information given.

In this report, "Adjusted EBITDA" is calculated as profit before interest receivable and similar income, interest payable and similar charges, tax charge/credit on profit/loss, depreciation of property, plant and equipment, impairment of long-term assets, amortisation of goodwill and intangibles, gain/loss on disposal of property, plant and equipment, gain/loss on disposal of participating interests and investments, and adjusted items.

In this interim report, "Adjusted EBITDA margin" is calculated as Adjusted EBITDA (which includes the impact of income from participating interests and based on financial statements prepared in accordance with UK GAAP) divided by turnover (which does not include the impact of income from participating interests).

In this report, "adjusted net debt" is calculated as debt, ignoring accrued interest and the unamortised loan issue costs, net of cash balances.

Financial update for the 3 months ended 30 September 2021

Group Statement of Comprehensive Income

Turnover

Turnover at £25.1 million was slightly higher than the prior year period (Q2 FY21: £24.7 million), with customers having returned from the pandemic related production hiatus in July 2020. There has been some movement between the business lines, with a strong pipeline of work and revenues earned in the Post-Production business.

The UK studios operated at capacity as our customers have very full production schedules. This has resulted in a lower level of resale income than in the prior year quarter, with little unutilised space available for rental to third parties.

The long-term contracts contain indexation provisions which, in accordance with FRS102, result in certain revenue being recognised on a straight-line basis over the initial term, rather than increasing each year. Consequently, revenue was adjusted upwards by £0.6 million (Q2 FY21: £0.8 million) compared with the contractual amounts due.

Cost of sales

Cost of sales expenditure was relatively level with last year at £9.1 million (Q2 FY21: £9.2 million), with Post-Production fully utilised in delivering local versioning.

Gross profit

Gross profit at £16.0 million, was £0.5 million ahead than prior year (Q2 FY21: £15.5 million), with the gross profit margin up by 1.1 ppt to 63.8% (Q2 FY21: 62.7%).

Selling, distribution and administrative expenses

Selling, distribution and administrative expenses, together totalling £2.1 million, are flat on the prior year quarter (Q2 FY21: £2.2 million).

Other operating expenses/income

Other operating expenses were £nil in Q2 FY22 (Q2 FY21: £1.8 million expense). The prior year quarter included a loss on disposal of property at Pinewood Studios following the clearance of three areas in advance of the construction of five stages which will be occupied by Disney.

Operating profit

Operating profit before adjusted items of £13.9 million (Q2 FY21: £11.6 million) improved from the prior year quarter mainly as a result of the loss on disposal last year which has not reoccurred, but also due to higher levels of localisation versioning by Post-Production. As a result, operating profit margin was 55.5% (Q2 FY21: 47.0%).

Income from participating interests

Our associate company, PMBS Holdings Limited ('PMBS'), has benefitted from the studios operating at capacity. Although PMBS was adversely impacted by the pandemic, they have returned to profitability and recouped losses incurred during the period of reduced activity. As a result, income from participating interests has been recognised in the quarter at £1.0 million. This income has increased the carrying value of the Group's equity interest in PMBS to £1.0 million. The associate was initially recognised at its original cost of £nil, with the Group having recognised a share of results after equity accounting adjustments of £nil up to the start of the current period.

Interest receivable and similar income

Interest receivable and similar income, which mainly comprises income earned on the loan to the Group's parent company, was £3.1 million (Q2 FY21: £2.9 million), with the slight improvement from a small fair value gain on the Group's derivative financial instruments.

Financial update for the 3 months ended 30 September 2021 (continued)

Group Statement of Comprehensive Income (continued)

Interest payable and similar charges

Interest payable and similar charges increased by £1.4 million to £6.4 million (Q2 FY21: £5.0 million), following the financing in January 2021 which increased the principal of the 3.25% senior secured notes by £200.0 million.

Tax charge **

Excluding the impact of adjusted items, the tax charge reduced by £0.3 million to £2.2 million (Q2 FY21: £2.5 million). The effective tax rate reduced in the quarter to 19.3% (Q2 FY21: 26.1%), with the current period impacted by non-taxable income from participating interests and the prior year period impacted by a higher level of non-allowable depreciation and the non-deductible loss on disposal of property.

** Excluding adjusted items

Cash flow

The cash balance at 30 September 2021 was £248.5 million compared with £282.1 million at 30 June 2021, a reduction of £33.6 million of cash in the quarter.

The Group recognised a £16.7 million cash inflow from operating activities before changes in working capital, reduced by a working capital outflow of £14.6 million. The movement in working capital is mainly connected with a net unwind in deferred income balances and higher payment of resale monies to customers and to our suppliers. Net interest paid totalling £12.3 million was largely in relation to the senior secured notes, and tax paid of £1.5 million represented the second quarterly instalment payment for the financial year.

Capital expenditure of £22.1 million mainly related to the Group's growth plan.

Financial update for the 6 months ended 30 September 2021

Group Statement of Comprehensive Income

Turnover

Turnover increased by £2.8 million to £49.5 million (Q2 YTD FY21: £46.7 million), due to both the ancillary TV studios and Post-Production businesses having returned to normal operating levels. During the production hiatus in Q1 FY21, two of the three TV studios remained empty until production scheduling resumed in July 2020, and similarly, Post-Production was impacted by delays in production scheduling.

UK studios continues to deliver stable, indexed-linked income from its production accommodation. However, the studios are busy and our customers have full production schedules, which has resulted in a change in the mix of other revenues earned. Resale income is lower than prior year, largely as there is little unutilised space available for rental to third parties, although ancillary studio services income (e.g. for energy) has increased compared with prior year.

The long-term contracts contain indexation provisions which, in accordance with FRS102, result in certain revenue being recognised on a straight-line basis over the initial term, rather than increasing each year. Consequently, revenue was adjusted upwards by £1.3 million (Q2 YTD FY21: £1.7 million) compared with the contractual amounts due.

Revenue from international agreements has declined slightly, following the exit from the sales and marketing agreement with the studios in Atlanta in October 2020. Income continues to be generated from our agreements with studios in Toronto and the Dominican Republic.

Cost of sales

Cost of sales expenditure increased by £1.2 million to £18.7 million (Q2 YTD FY21: £17.6 million). The increase is a result of activity having returned to pre-pandemic levels, with increased TV and energy costs supporting the increase in revenue, with energy charged under the two long-term contracts at cost, together with slight increases in other costs incurred in maintaining the site.

Gross profit

Gross profit at £30.8 million was £1.7 million higher than prior year (Q2 YTD FY21: £29.1 million), although gross profit margin was marginally lower at 62.1% (Q2 YTD FY21: 62.3%). The return of the business has been positive to gross profit, however, the high level of production scheduling at the studios has resulted in a higher uptake of ancillary studio services which are sold at cost and a reduced opportunity for generating resale income.

Selling, distribution and administrative expenses

Selling, distribution and administrative expenses, together totalling £4.2 million, are slightly higher than the prior year (Q2 YTD FY21: £4.0 million) following an investment in the in-house team leading our studio expansion plans.

Other operating expenses/income

Other operating expenses of £0.5 million is £0.7 million lower than prior year (Q2 YTD FY21: £1.2 million). This year's expense relates to the repayment in June 2021 of funds, which had been granted throughout FY21 under the Government's Coronavirus Job Retention Scheme ('CJRS'), which related to our retained staff.

The net expense of £1.2 million in the prior year period, related to a loss on disposal of property at Pinewood studios following the clearance of three areas in advance of the construction of the five stages which will be occupied by Disney, net of c. £0.7 million of CJRS grants received.

Financial update for the 6 months ended 30 September 2021 (continued)

Group Statement of Comprehensive Income (continued)

Operating profit

Operating profit before adjusted items of £26.0 million (Q2 YTD FY21: £23.8 million) improved by £2.2 million against the prior year period, delivering an operating profit margin of 52.6% (Q2 YTD FY21: 51.0%). Excluding the effect of receipts/ the repayment under the CJRS and the impact of the loss on disposal from clearing areas in advance of construction at Pinewood, operating profit increased by £1.5 million against the prior year period.

Income from participating interests

Our associate company, PMBS Holdings Limited ('PMBS'), has benefitted from the studios operating at capacity. Although PMBS's results suffered during the pandemic, the associate has returned to profitability and has recouped losses incurred during the period of reduced activity. As a result, income from participating interests has been recognised in the quarter at £1.0 million. This income has increased the carrying value of the Group's equity interest in PMBS to £1.0 million. The associate was initially recognised at its original cost of £nil, with the Group having recognised a share of results after equity accounting adjustments of £nil up to the start of the current period.

Interest receivable and similar income

Interest receivable and similar income, which mainly comprises income earned on the loan to the Group's parent company, was £6.1 million (Q2 YTD FY21: £5.8 million). The slight improvement follows a fair value gain on the Group's derivative financial instruments and the receipt of other interest income.

Interest payable and similar charges

Interest payable and similar charges increased by £2.3 million to £12.7 million (Q2 YTD FY21: £10.4 million) following the financing in January 2021 which increased the principal of the 3.25% senior secured notes by £200.0 million. The prior year period had been impacted by a fair value charge on the Group's interest rate swaps, compared with the fair value gain reported within interest receivable and similar income in Q2 YTD FY22.

Tax charge**

Excluding the impact of adjusted items, the tax charge increased by £0.8 million to £5.3 million (Q2 YTD FY21: £4.6 million). The effective tax rate has increased in the period to 26.1% (Q2 YTD FY21: 23.7%), due to the main rate of UK corporation tax increasing from 19% to 25% from 1 April 2023; the 2021 Finance Bill is now substantially enacted and, therefore, the rates are now incorporated in the Group's deferred tax position. The tax rate for Q2 YTD FY21 was higher than is typical for the Group due to a higher level of non-allowable depreciation and the non-deductible loss on disposal of property.

** Excluding adjusted items

Financial update for the 6 months ended 30 September 2021 (continued)

Group Statement of Comprehensive Income (continued)

Adjusted items

The Group presents its results in the statement of comprehensive income to separately identify the impact of certain items ("adjusted items") in order to provide a clear and consistent presentation of the underlying operating performance of the Group. Adjusted items are transactions that are unusual in size or nature or have limited predictive value such as disposals, discontinued operations, impairments, certain fair value remeasurements and other significant items where the Group considers separate disclosure would be useful.

There are no adjusted items reported in Q2 YTD FY22, compared with adjusted income of £1.5 million in Q2 YTD FY21, being:

- **Gain on loan to participating interests** (£2.0 million): In June 2020, the step-up associated with the Group's investment in PMBS completed for £nil consideration. The Group also received additional loan notes from PMBS for £nil consideration. These were recognised on the balance sheet at a fair value of £2.0 million, resulting in a corresponding gain in the income statement; and

- **Tax charge** (£0.5 million): Arising on the item above and a small catch up on tax from the sale of the Group's equity interest in the Atlanta studios.

Liquidity and capital resources

Cash flow

The cash balance was £248.5 million at 30 September 2021, having decreased by £49.1 million from £297.6 million since the start of the financial year.

Net cash flow from operating activities

Net cash flow from operating activities of a £13.1 million outflow (Q2 YTD FY21: £1.9 million outflow), reduced period-on-period by £11.2 million. Before movements in working capital, cash inflows of £31.7 million (Q2 YTD FY21: £31.4 million) were broadly level with the prior year period. The period-on-period decrease in operating cash flows is largely due to a £8.1 million higher reduction in working capital, but also includes £3.3 million higher net interest paid following the financing in January 2021 and £0.1 million higher tax payments.

The higher working capital reductions mainly relate to: (i) the phasing-in of the two long-term contracts over the first half of FY21 and the relatively lower unwind of deferred income balances in Q2 YTD FY21; (ii) a natural delay from the timing of VAT reclaims relating to capital expenditure as our studio expansion plans progress; and is partially offset by (iii) a reduced level of resale-related payments in the period.

Net cash flow from investing activities

Net cash outflow from investing activities was £35.9 million compared with £13.0 million in Q2 YTD FY21. Expenditure in the period largely relates to the continued development of the five stages at Pinewood West, enabling works at Shepperton North West and the design and enabling works at Shepperton South expansion. Expenditure at £13.0 million in Q2 YTD FY21 related to the planning and site preparation works across these same programmes, with the commencement of the development of the five stages at Pinewood West in Q2 FY21.

Net cash flow from financing activities

Net cash outflow from financing activities was £0.1 million (Q2 YTD FY21: £nil) following payment of residual financing arrangement fees in the quarter.

Pinewood Group Limited

Interim condensed consolidated financial statements

Period ended 30 September 2021

Company Registration Number: 03889552

Group Statement of Comprehensive Income

for the six month period ended 30 September 2021

		6 months ended 30 Sep 2021			6 months ended 30 Sep 2020			Full year 31 Mar 2021
		Adjusted	**Adjusted items (Note 1)**	**Total**	Adjusted	Adjusted items (Note 1)	Total	Total
	Note	**£'000**	**£'000**	**£'000**	£'000	£'000	£'000	£'000
Turnover		**49,510**	**-**	**49,510**	46,656	-	46,656	96,888
Cost of sales		**(18,744)**	**-**	**(18,744)**	(17,584)	-	(17,584)	(36,434)
Gross profit		**30,766**	**-**	**30,766**	29,072	-	29,072	60,454
Selling and distribution costs		**(386)**	**-**	**(386)**	(683)	-	(683)	(878)
Administrative expenses		**(3,855)**	**-**	**(3,855)**	(3,364)	-	(3,364)	(7,039)
Other operating expenses		**(504)**	**-**	**(504)**	(1,208)	-	(1,208)	(2,405)
Operating profit	2	**26,021**	**-**	**26,021**	23,817	-	23,817	50,132
Income from participating interests	6	**989**	**-**	**989**	-	-	-	-
Gain on loan to participating interests		**-**	**-**	**-**	-	2,014	2,014	2,014
Interest receivable and similar income	3	**6,082**	**-**	**6,082**	5,787	-	5,787	11,476
Interest payable and similar charges	4	**(12,676)**	**-**	**(12,676)**	(10,362)	-	(10,362)	(20,612)
Profit before taxation		**20,416**	**-**	**20,416**	19,242	2,014	21,256	43,010
Tax charge	5	**(5,321)**	**-**	**(5,321)**	(4,566)	(500)	(5,066)	(9,276)
Profit after taxation attributable to equity shareholders		**15,095**	**-**	**15,095**	14,676	1,514	16,190	33,734
Other comprehensive income								
Currency exchange differences		**111**	**-**	**111**	(94)	-	(94)	(535)
Total comprehensive income		**15,206**	**-**	**15,206**	14,582	1,514	16,096	33,199

The notes on pages 15 to 24 form part of these financial statements.

Group Statement of Financial Position

as at 30 September 2021

	Note	**30 Sep 2021 £'000**	30 Sep 2020 £'000	31 Mar 2021 £'000
Assets				
Non-current assets				
Intangible assets	7	**5,369**	5,963	5,801
Property, plant and equipment	8	**362,747**	308,906	325,370
Interests in associates	6	**4,984**	4,533	3,841
Trade and other receivables	9	**334,273**	323,192	328,733
		707,373	642,594	663,745
Current assets				
Inventories		**51**	56	59
Trade and other receivables	9	**9,255**	7,924	7,124
Cash and cash equivalents		**248,523**	77,612	297,596
		257,829	85,592	304,779
Total assets		**965,202**	728,186	968,524
Equity and liabilities				
Share capital	10	**1**	1	1
Translation reserve	11	**1,711**	2,041	1,600
Retained earnings	11	**161,729**	129,090	146,634
Total equity		**163,441**	131,132	148,235
Non-current liabilities				
Interest bearing loans and borrowings	12	**747,870**	544,965	747,655
Derivative financial instruments	13	**1,201**	3,022	2,095
Deferred tax liabilities	5	**5,039**	3,721	3,769
		754,110	551,708	753,519
Current liabilities				
Derivative financial instruments	13	**409**	-	-
Trade and other payables	14	**47,242**	45,346	66,770
		47,651	45,346	66,770
Total liabilities		**801,761**	597,054	820,289
Total equity and liabilities		**965,202**	728,186	968,524

Group Statement of Cash Flows

for the six month period ended 30 September 2021

	Note	6 months ended 30 Sep 2021 £'000	2020 £'000	Year ended 31 Mar 2021 £'000
Cash flow from operating activities:				
Profit before taxation		**20,416**	21,256	43,010
Adjustments to reconcile profit before taxation to net cash flows:				
Depreciation, impairment and amortisation	2	**5,668**	5,658	11,317
Profit on disposal of investments	2	**(19)**	-	-
Loss on disposal of property, plant and equipment	2	**-**	1,866	1,783
Income from participating interests	6	**(989)**	-	-
Gain on investment in participating interests	1	**-**	(2,014)	(2,014)
Unrealised foreign exchange loss		**-**	52	13
Interest receivable and similar income	3	**(6,082)**	(5,787)	(11,476)
Interest payable and similar charges	4	**12,676**	10,362	20,612
Cash flow from operating activities before changes in working capital		**31,670**	31,393	63,245
(Increase)/decrease in trade and other receivables		**(2,125)**	1,104	1,546
Decrease/(increase) in inventories		**8**	-	(3)
Decrease in trade and other payables		**(26,877)**	(21,998)	(3,350)
Cash generated from operations		**2,676**	10,499	61,438
Interest paid		**(12,843)**	(9,462)	(22,329)
Interest received		**156**	48	55
Corporation tax received in respect of FPC activity		**-**	-	41
Net corporation tax paid		**(3,133)**	(2,989)	(6,866)
Net cash flow (used in)/from operating activities		**(13,144)**	(1,904)	32,339
Cash flow (used in)/from investing activities:				
Proceeds from disposal of property, plant and equipment		**-**	184	270
Purchase of property, plant and equipment		**(35,814)**	(12,404)	(31,256)
Purchase of intangible assets		**(93)**	(796)	(1,084)
Proceeds from disposal of investments		**19**	-	-
Repayment of loan by associate		**-**	-	392
Net cash flow used in investing activities		**(35,888)**	(13,016)	(31,678)
Cash flow (used in)/from financing activities:				
Proceeds from issue of loan notes		**-**	-	206,576
Payment of loan issue costs and finance arrangement fees		**(147)**	-	(1,978)
Net cash flow (used in)/from financing activities		**(147)**	-	204,598
Net (decrease)/increase in cash and cash equivalents		**(49,179)**	(14,920)	205,259
Currency exchange movement		**106**	(123)	(318)
Cash and cash equivalents at the start of the period		**297,596**	92,655	92,655
Cash and cash equivalents at the end of the period		**248,523**	77,612	297,596

Reconciliation of Movement in Net Debt

for the six month period ended 30 September 2021

	6 months ended 30 Sep		Year ended
	2021	2020	31 Mar 2021
	£'000	£'000	£'000
Net (decrease)/increase in cash and cash equivalents	**(49,179)**	(14,920)	205,259
Currency exchange movement	**106**	(123)	(318)
Payment of interest on loan notes	**12,188**	8,937	21,125
Proceeds from issue of loan notes	**-**	-	(206,576)
Payment of loan issue costs and finance arrangement fees	**147**	-	1,978
Movement in loan issue costs accrued [1]	**(90)**	-	171
Interest expense on loan notes	**(12,460)**	(9,416)	(19,867)
Movement in net debt	**(49,288)**	(15,522)	1,772
Net debt at the start of the period	**(450,059)**	(451,831)	(451,831)
Net debt at the end of the period	**(499,347)**	(467,353)	(450,059)
Net debt at the end of the period excluding restricted cash	**(501,102)**	(467,420)	(451,822)

1) During the 6 months to 30 September 2021, accruals for arrangement fees incurred on issuing £200 million Senior Secured Notes were adjusted to reflect invoices received.

Group Statement of Changes in Equity

for the six month period ended 30 September 2021

	Share capital £'000	**Translation reserve £'000**	**Retained earnings £'000**	**Total equity £'000**
At 01 April 2021	**1**	**1,600**	**146,634**	**148,235**
Profit for the period	**-**	**-**	**15,095**	**15,095**
Currency exchange differences	**-**	**111**	**-**	**111**
Total comprehensive income for the period	**-**	**111**	**15,095**	**15,206**
At 30 September 2021	**1**	**1,711**	**161,729**	**163,441**
At 01 April 2020	1	2,135	112,900	115,036
Profit for the year	-	-	33,734	33,734
Currency exchange differences	-	(535)	-	(535)
Total comprehensive (loss)/income for the year	-	(535)	33,734	33,199
At 31 March 2021	1	1,600	146,634	148,235
At 01 April 2020	1	2,135	112,900	115,036
Profit for the period	-	-	16,190	16,190
Currency exchange differences	-	(94)	-	(94)
Total comprehensive (loss)/income for the period	-	(94)	16,190	16,096
At 30 September 2020	1	2,041	129,090	131,132

Notes to the Condensed Consolidated Financial Statements
for the six month period ended 30 September 2021

1 Adjusted items
The Group separately presents, as adjusted items, gains and losses on major disposals, certain remeasurements and other significant items. All of the adjusted items shown below are transactions that are either unusual in size or nature or have limited predictive value. Providing additional information on adjusted items and presenting them separately from the total statutory performance of the Group is considered helpful in order to provide a consistent presentation of the underlying performance of the Group.

	6 months ended 30 Sep		Year ended
	2021	2020	31 Mar 2021
Income/(expense)	**£'000**	£'000	£'000
Administrative expenses:			
Termination of agreement with Pinewood Forest	**-**	-	542
Administrative expenses within adjusted items	**-**	-	542
Gain on loan to participating interests within adjusted items	**-**	2,014	2,014
Tax charge on adjusted items	**-**	(500)	(705)
Adjusted items per statement of comprehensive income	**-**	1,514	1,851

Further detail on adjusted items in prior periods is available in the reports for those periods, which can be found at pinewoodgroup.com/pinewood-today/investors.

2 Operating profit

	6 months ended 30 Sep		Year ended
	2021	2020	31 Mar 2021
Operating profit is stated after charging/(crediting):	**£'000**	£'000	£'000
Depreciation of property, plant and equipment	**5,196**	5,187	10,344
Loss on disposal of property, plant and equipment	**-**	1,866	1,783
Operating lease payments	**641**	626	1,265
Profit on disposal of investments	**(19)**	-	-
Net Government grants returned/(received)	**527**	(658)	(700)
Amortisation of software	**192**	191	413
Amortisation of goodwill	**280**	280	560
Net foreign exchange losses	**4**	51	34

Government grants relate to the UK's Coronavirus Job Retention Scheme, and are presented within other operating income/expenses. During the 6 months ended 30 September 2021, in light of the positive result achieved for the year ended 31 March 2021, the Group returned monies received under this scheme relating to retained employees. The total repayment made was £548,000.

Depreciation charges are included within cost of sales. Amortisation of intangible assets is included within administrative expenses. Profits or loss on disposal are included within other operating income/expenses.

Notes to the Condensed Consolidated Financial Statements (continued)
for the six month period ended 30 September 2021

3 Interest receivable and similar income

	6 months ended 30 Sep **2021** **£'000**	2020 £'000	Year ended 31 Mar 2021 £'000
On financial assets measured at amortised cost:			
Interest receivable from associates	**154**	199	340
Interest receivable on loan due from parent undertaking	**5,540**	5,540	11,080
Bank interest receivable	**47**	48	56
Other interest receivable	**108**	-	-
	5,849	5,787	11,476
On financial instruments measured at fair value:			
Gains on derivative financial instruments (including interest accruals)	**233**	-	-
	6,082	5,787	11,476

4 Interest payable and similar charges

	6 months ended 30 Sep **2021** **£'000**	2020 £'000	Year ended 31 Mar 2021 £'000
On financial instruments measured at amortised cost:			
Senior Secured Notes	**12,460**	9,416	19,867
On financial instruments measured at fair value:			
Losses on derivative financial instruments (including interest accruals)	**-**	709	288
On other instruments:			
Other interest	**216**	237	457
	12,676	10,362	20,612

Notes to the Condensed Consolidated Financial Statements (continued)

for the six month period ended 30 September 2021

5 Tax charge on ordinary activities

(a) Analysis of charge for the period:	6 months to 30 Sep **2021** **£'000**	6 months to 30 Sep 2020 £'000	Year ended 31 Mar 2021 £'000
Current tax:			
UK corporation tax charge	**2,990**	3,935	7,176
Amounts payable for group tax relief	**1,036**	809	2,074
Foreign income tax	**15**	61	10
Foreign tax suffered	**34**	37	74
Double taxation credit	**(24)**	(26)	(49)
Amounts under/(over) provided in previous periods	**-**	117	(204)
	4,051	4,933	9,081
Deferred tax:			
Relating to origination and reversal of timing differences	**84**	133	339
Effect of change in deferred tax rates	**1,186**	-	-
Amounts over provided in previous periods	**-**	-	(144)
	1,270	133	195
Tax charge in the Group statement of comprehensive income	**5,321**	5,066	9,276
The tax charge in the Group statement of comprehensive income comprises:			
Tax on profit before adjusted items	**5,321**	4,566	9,120
Amounts over provided in previous periods before adjusted items	**-**	-	(549)
Amounts under provided in previous periods on adjusted items	**-**	117	201
Tax charge on adjusted items	**-**	383	504
Tax charge in the Group statement of comprehensive income	**5,321**	5,066	9,276

The 2021 Finance Bill was substantively enacted during the six months ended 30 September 2021. The main rate of UK corporation tax will increase from 19% to 25% with effect from April 2023. As a result, the Group's deferred tax assets and liabilities have been re-measured using the revised 25% rate, resulting in an increase in the net liability of £1.2 million.

5 Tax charge (continued)

(b) Factors affecting taxation for the period:	6 months to 30 Sep 2021 £'000	2020 £'000	Year ended 31 Mar 2021 £'000
Profit before tax	**20,416**	21,256	43,010
Profit before tax multiplied by the standard rate of corporation tax in the UK of 19%	**3,879**	4,039	8,172
Adjustments in respect of:			
Corporation tax under/(over) provided in previous periods	**-**	117	(204)
Deferred tax over provided in previous periods	**-**	-	(144)
Non-taxable income	**(188)**	-	-
Non-allowable depreciation on buildings	**347**	467	691
Amortisation of goodwill	**53**	53	106
Other non-allowable expenses/(gains)	**6**	370	593
Double taxation relief	**(24)**	(26)	(49)
Overseas tax at different rates	**38**	46	111
Group tax relief	**(1,036)**	(809)	(2,074)
Amounts payable for group tax relief	**1,036**	809	2,074
Deferred tax - effect of taxation rate change on opening balances	**1,186**	-	-
Deferred tax - effect of taxation rate change on current period timing differences	**24**	-	-
	5,321	5,066	9,276

(c) Deferred tax	6 months to 30 Sep 2021 £'000	2020 £'000	Year ended 31 Mar 2021 £'000
Deferred tax relates to the following			
Group comprehensive statement of income:			
Accelerated capital allowances	**94**	95	380
Short-term timing differences	**-**	38	(92)
Fair value adjustments arising on acquisitions	**(10)**	-	(93)
Effect of taxation rate change on opening balances	**1,186**	-	-
	1,270	133	195

Group statement of financial position	At 1 Apr 2021 £'000	Charged to profit or loss £'000	Currency exchange £'000	At 30 Sep 2021 £'000
Accelerated capital allowances	3,491	1,181	-	**4,672**
Short-term timing differences	(3)	-	-	**(3)**
Fair value adjustment arising on acquisitions	281	89	-	**370**
Net deferred tax liability	3,769	1,270	-	**5,039**

6 Interests in associates

	30 Sep 2021 £'000	30 Sep 2020 £'000	31 Mar 2021 £'000
Equity	**989**	-	-
Loan notes	**3,995**	4,533	3,841
Total investment in associates	**4,984**	4,533	3,841

The carrying value of the Group's equity investment in its associate was as follows:

	30 Sep 2021 £'000	30 Sep 2020 £'000	31 Mar 2021 £'000
At beginning of period	-	-	-
Share of profit	989	-	-
At end of period	989	-	-

At 30 September 2021, the Group had interests in the following associate:

Company name	**Principal activity**	**Country of incorporation**	**% equity interest**
PMBS Holding Limited	Holding company	United Kingdom	25%

7 Intangible assets

	Software £'000	**Goodwill £'000**	**Total £'000**
Cost			
At 31 March 2020	2,837	5,604	8,441
Additions	796	-	796
At 30 September 2020	3,633	5,604	9,237
Additions	340	-	340
At 31 March 2021	3,973	5,604	9,577
Additions	40	-	40
At 30 September 2021	**4,013**	**5,604**	**9,617**
Amortisation			
At 31 March 2020	-	2,803	2,803
Provided during the period	191	280	471
At 30 September 2020	191	3,083	3,274
Provided during the period	222	280	502
At 31 March 2021	413	3,363	3,776
Provided during the period	192	280	472
At 30 September 2021	**605**	**3,643**	**4,248**
Net book value			
At 30 September 2021	**3,408**	**1,961**	**5,369**
At 31 March 2021	3,560	2,241	5,801
At 30 September 2020	3,442	2,521	5,963
At 31 March 2020	2,837	2,801	5,638

Notes to the Condensed Consolidated Financial Statements (continued)
for the six month period ended 30 September 2021

8 Property, plant and equipment

	Freehold land and buildings £'000	Fixtures, fittings and equipment £'000	Assets under construction £'000	Total £'000
Cost				
At 31 March 2020	344,634	37,128	3,473	385,235
Additions	7,850	908	3,472	12,230
Disposals	(3,797)	(558)	-	(4,355)
Exchange movements	-	(7)	-	(7)
At 30 September 2020	348,687	37,471	6,945	393,103
Additions	1,184	797	19,647	21,628
Disposals	-	(366)	-	(366)
Exchange movements	-	(14)	-	(14)
At 31 March 2021	349,871	37,888	26,592	414,351
Additions	5,365	1,010	36,198	42,573
Disposals	(86)	(856)	-	(942)
Exchange movements	-	5	-	5
At 30 September 2021	**355,150**	**38,047**	**62,790**	**455,987**
Depreciation				
At 31 March 2020	57,217	24,096	-	81,313
Provided during the period	3,797	1,390	-	5,187
Disposals	(1,822)	(483)	-	(2,305)
Exchange movements	-	2	-	2
At 30 September 2020	59,192	25,005	-	84,197
Provided during the period	3,778	1,379	-	5,157
Disposals	-	(363)	-	(363)
Exchange movements	-	(10)	-	(10)
At 31 March 2021	62,970	26,011	-	88,981
Provided during the period	3,795	1,401	-	5,196
Disposals	(86)	(856)	-	(942)
Exchange movements	-	5	-	5
At 30 September 2021	**66,679**	**26,561**	**-**	**93,240**
Net book value				
At 30 September 2021	**288,471**	**11,486**	**62,790**	**362,747**
At 31 March 2021	286,901	11,877	26,592	325,370
At 30 September 2020	289,495	12,466	6,945	308,906
At 31 March 2020	287,417	13,032	3,473	303,922

As at 30 September 2021, assets under construction mainly comprises costs associated with the redevelopment of certain lettable space at Pinewood West and the development of land at Shepperton Studios. Assets under construction are not depreciated until the development is available for use.

Notes to the Condensed Consolidated Financial Statements (continued)
for the six month period ended 30 September 2021

9 Trade and other receivables

	30 Sep 2021 £'000	30 Sep 2020 £'000	31 Mar 2021 £'000
Amount falling due within one year:			
Trade receivables	**2,889**	4,166	2,260
Prepayments and other receivables	**4,127**	3,248	3,212
Corporation tax receivable	**771**	510	645
Value added tax	**1,468**	-	1,007
	9,255	7,924	7,124
Amount falling due after more than one year:			
Loans due from parent undertakings	**334,273**	323,192	328,733
	334,273	323,192	328,733
	343,528	331,116	335,857

Amounts due from the parent company are due for repayment in September 2025 and bear interest at 3.55%.

10 Share capital

	30 Sep 2021	30 Sep 2020	31 Mar 2021
	£'000	£'000	£'000
57,409,926 Ordinary shares of 0.001p each	**1**	1	1

The Ordinary shares, which carry no right to fixed income, each carry the right to one vote at general meetings of the Company.

11 Reserves

Translation reserve

The translation reserve represents the cumulative foreign currency impact of the translation of operations with a functional currency other than sterling, and related funding balances, in line with the Group's foreign currency accounting policy.

Retained earnings

Retained earnings represent cumulative profit and loss net of distributions to owners.

12 Interest bearing loans and borrowings

	Maturity	**30 Sep 2021**	30 Sep 2020	31 Mar 2021
		£'000	£'000	£'000
Non-current borrowings:				
Revolving credit facility	March 2025	**-**	-	-
3.25% Senior Secured Notes	September 2025	**747,870**	544,965	747,655
Non-current drawn loan facilities		**747,870**	544,965	747,655

In January 2021, the Group issued £200.0 million aggregate principal amount of Senior Secured Notes under the same terms and conditions as the Group's outstanding 3.25% Senior Secured Notes due 2025. Including premium and accrued interest, the Group received gross proceeds of £206.6 million. This issue brings the total aggregate principal amount issued under the indenture to £750.0 million, which is presented as a single financial instrument.

These facilities are secured on certain of the principal assets of the Group.

12 Interest bearing loans and borrowings (continued)

The available drawn and undrawn committed facilities are as follows.

At 30 September 2021	Within 1 year £'000	2 – 5 years £'000	5+ years £'000	Total £'000
Facilities:				
Revolving credit facility	-	50,000	-	50,000
Loan notes	-	750,000	-	750,000
Total facilities	**-**	**800,000**	**-**	**800,000**
Drawn loans:				
Revolving credit facility	-	-	-	-
Loan notes	-	(750,000)	-	(750,000)
Total drawn loans	**-**	**(750,000)**	**-**	**(750,000)**
Undrawn facilities:				
Revolving credit facility	-	50,000	-	50,000
Loan notes	-	-	-	-
Undrawn committed facilities	**-**	**50,000**	**-**	**50,000**

At 30 September 2020	Within 1 year £'000	2 – 5 years £'000	5+ years £'000	Total £'000
Facilities:				
Revolving credit facility	-	50,000	-	50,000
Loan notes	-	550,000	-	550,000
Total facilities	-	600,000	-	600,000
Drawn loans:				
Revolving credit facility	-	-	-	-
Loan notes	-	(550,000)	-	(550,000)
Total drawn loans	-	(550,000)	-	(550,000)
Undrawn facilities:				
Revolving credit facility	-	50,000	-	50,000
Loan notes	-	-	-	-
Undrawn committed facilities	-	50,000	-	50,000

13 Derivative financial instruments

The Group's interest rate swaps are recognised as derivative financial instruments.

	30 Sep 2021	30 Sep 2020	31 Mar 2021
	£'000	£'000	£'000
Financial liabilities carried at fair value:			
Current derivative financial instrument liabilities	**409**	-	-
Non-current derivative financial instrument liabilities	**1,201**	3,022	2,095
	1,610	3,022	2,095

Interest rate swaps

To minimise the volatility in cash flows from a change in LIBOR, the Group holds interest rate swaps as economic hedges against undrawn debt obligations. The main terms of the Group's interest rate swaps, including the notional amounts, are detailed below.

Effective interest rate %	**Maturity**	**30 Sep 2021**	30 Sep 2020	31 Mar 2021
		£'000	£'000	£'000
2.00% + variable margin	April 2025	**25,000**	25,000	25,000
2.16% + variable margin	April 2022	**25,000**	25,000	25,000
		50,000	50,000	50,000

Fair value movements on interest rate swaps are recognised in the statement of comprehensive income within interest payable and receivable. The swaps settle in cash on a quarterly basis. The fair value of the swaps is determined by reference to market interest rate curves.

14 Trade and other payables

	30 Sep 2021	30 Sep 2020	31 Mar 2021
	£'000	£'000	£'000
Trade payables	**1,803**	5,102	2,803
Trade payables - Film production companies	**-**	70	-
Corporation tax payable	**-**	707	-
Value added tax	**-**	1,731	-
Other payables	**471**	876	981
Accruals and deferred income	**17,624**	20,752	43,379
Amounts due to parent company	**8,772**	6,494	7,741
Capital expenditure related payables	**18,572**	9,040	11,866
Deferred royalty	**-**	574	-
	47,242	45,346	66,770

Amounts due to the parent company are interest free and have no fixed repayment terms.

No fixed security has been given in respect of any of the items listed above.

At 30 September 2021, the Group had total capital commitments contracted for, but not provided in the financial statements, of £129.6 million (2020: £4.2 million) in respect of property, plant and equipment arising from the redevelopment of Pinewood West and the expansion of Shepperton Studios. Included within property, plant and equipment are certain assets connected with the Group's long-standing expansion and redevelopment programme, the cost of which is not yet known with certainty. Liabilities in respect of these amounts are estimated and recognised within capital creditors, totalling £11.4 million (31 March 2021: £6.0 million). The liabilities are

14 Trade and other payables (continued)

reviewed and revised as situations change, when new information becomes available or when further obligations are incurred, or liabilities extinguished. These estimates are sensitive to changes in various assumptions, including capital programme spend (including costs to fulfil the liabilities) and property yields. The estimates and assumptions underpinning the liabilities recorded are felt to be appropriate, but depending on the ultimate outcome, different amounts may be payable.

15 Events after the reporting date

On 16 November the Group entered into a fixed price agreement with the main contractor for the delivery of expansion works at Shepperton South. As a result, the Group’s capital commitments have increased by c. £300 million. As the execution of this agreement is a non-adjusting event after the end of the reporting period, this increase in commitments is not reflected in the amounts disclosed in note 14.

16 Principal risks and uncertainties

There are no significant changes to the principal risks and uncertainties disclosed in the consolidated financial statements of Pinewood Group Limited.