

LONDON SOVEREIGN LIMITED

Report of the Directors for the year ended 31 December 2020

GOING CONCERN

During the COVID-19 pandemic the Company worked closely and collaboratively with Transport for London (TfL) to minimise the financial impact on the business. Throughout, the Company exercised tight financial control in all areas, furloughed staff and deferred non-critical expenditure. Despite the progress to full service being restored, the directors consider the operating conditions in London to remain very competitive. The directors will continue to focus on improving operational efficiencies and quality, as well as investing in the future electrification of its garage infrastructure, to help and enable the company remain competitive and generate satisfactory returns. In addition, as the Company is in a net current liability position in 2020, the immediate parent company, RATP Dev UK Limited, has given assurance to continue to provide support to the Company for at least twelve months subsequent to the sign off date of this report. The Company has embarked on a multi-year transformation program to address underperformance in the business which includes an organisation restructuring program, initiatives to modernise operating standards in garages, investment in new technology to directly enable and influence performance, and electrification of the garage infrastructure. The directors have therefore deemed it appropriate to prepare these financial statements on a going concern basis.

POST BALANCE SHEET EVENTS

On 22 September 2021, RATP Dev UK and Tower Transit announced the formation of a new joint venture effective from December 2021. Under the terms of the joint venture agreement, RATP Dev will operate as the majority partner.

DIRECTORS' LIABILITIES

The company maintains the directors' and officers' liability insurance in respect of legal action that might be brought against its directors. The company has indemnified each of its directors and other officers of the company against certain liabilities that may be incurred as a result of their offices.

ENERGY AND CARBON REPORT

Greenhouse gas emissions, energy consumption and energy efficiency action

In accordance with the disclosure requirements, the table below shows the Company's greenhouse gas emissions during the financial year:

	2020
Energy consumption used to calculate emissions (MWh / Litres)	
Scope 1	
Gas consumption – Buildings (MWh)	473
Buildings – Fuel Oil (Litres)	-
Vehicles – Diesel Fuel (Litres)	4,879,520
Vehicles – Diesel Fuel (MWh)	53,479
Scope 2	
Building - Purchased electricity (MWh)	408
Vehicles – Purchased electricity (MWh)	-
Scope 1 emissions in metric tonnes CO₂e	
Gas consumption	12,880
Scope 2 emissions in metric tonnes CO₂e	
Purchased electricity	186
Total gross emissions in metric tonnes CO₂e	0.293
Intensity ratio Tonnes CO₂e per £ turnover	

Quantification and reporting methodology

We have followed the 2019 HM Government Environmental Reporting Guidelines. We have also used the GHG Reporting Protocol – Corporate Standard and have used the 2020 UK Governments Conversion Factors for Company Reporting.