



Voyage BidCo Limited

Q1 2025

Results for the three month period ended 30 June 2024

Voyage Care BondCo PLC

£250,000,000 5 7/8% Senior Secured Notes due 2027



Table of contents

	Page
	<hr/>
Executive summary	2
Company overview	3
Presentation of financial and other information	4
Management's discussion and analysis of financial condition and results of operations	5
Debt and leverage	14
Property analysis	15
Glossary of definitions	16
Condensed consolidated financial statements (unaudited)	F
Voyage BidCo Limited (three month period ended 30 June 2024)	F1

There may be various statements contained within this document that constitute "forward-looking statements". Words like "believe," "anticipate," "should," "intend," "plan," "will," "expects," "estimates," "projects," "positioned," "think," "strategy," and similar expressions identify these forward-looking statements, which involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements or industry results to be materially different from those contemplated, projected, forecasted, estimated or budgeted, whether expressed or implied, by these forward-looking statements. These forward-looking statements involve many risks and uncertainties that could cause actual results to differ materially from those expressed or implied by such statements, including, without limitation, regulatory matters affecting our businesses and changes in law. These forward-looking statements speak only as of the date of this report, and we assume no obligation to update our forward-looking statements to reflect actual results, changes in assumptions or changes in factors affecting these statements.

Voyage Care BondCo PLC is a public limited company incorporated under the laws of England and Wales and is a direct wholly owned subsidiary of Voyage BidCo Limited (the "Company") and an indirect wholly owned subsidiary of VC Healthcare Topco Limited. In this Quarterly Report, "Issuer" refers only to Voyage Care BondCo PLC. In this Quarterly Report, "we", "us", "our" and the "Group" refer to the Company and its consolidated subsidiaries, unless the context otherwise requires. Our registered office is located at Wall Island, Birmingham Road, Lichfield, Staffordshire, WS14 0QP and our website is www.voyagecare.com. The information contained on our website is not part of this Quarterly Report.



Executive Summary

Financial highlights

The table below summarises financial information for the three months ended 30 June 2024 (Q1 2025):

£ million	Q1 2024	Q1 2025
Revenue	84.5	93.1
Underlying adjusted EBITDA	7.2	10.8
Operating profit	1.8	5.5
Profit/(Loss) for the period	(2.8)	0.7
Adjusted free cash flow	3.9	6.7

Commentary on results

Performance during Q1 2025 vs. Q1 2024

- CQC quality scores remained high with 88.9% of services achieving a Good or Outstanding rating.
- Revenue increased by 10.2% to £93.1 million due to fee increases.
- Underlying adjusted EBITDA increased by 51.0% to £10.8 million, mainly due to fee increases.
- Registered closing occupancy was 91.9% compared to 92.5% in Q1 2024.
- Community based care average direct weekly care hours in line with Q1 2024, with an average of 104,700 hours.

Recent developments and outlook

- Our fee increase process for FYE 2025 is ongoing with confidence that we can cover in year wage and cost inflation
- We continue to evaluate organic and inorganic growth investment opportunities in line with our strategy, and consistent with a prudent growth and financial policy.
- In June and July 2024 we opened 29 new beds in our registered division.
- The investment we made in Q3 2023 to improve pay and benefits means we continue to see improvements in recruitment, retention and reductions in agency compared to prior periods.
- We are actively investing in our strategic capabilities and our IT systems and we are hopeful that our Digital Transformation within our services will drive growth and operational effectiveness into the future.
- We continue to deliver high quality care in this essential sector and show a strong financial position and resilient operational performance.
- The Specialist Care sector provides an essential service in the UK and Voyage Care continues to be a leader in the sector. While the new government cycle has just begun, they remain supportive of this essential service in which we continue to be a leader, and our manifesto aligns with their ambitions



Company Overview

Voyage Care is the UK's leading specialist provider delivering care in residential care homes and community based support. We support adults and children with learning disabilities, autism, brain injuries and other complex needs to lead more independent and fulfilled lives. Most of the people we support require life-long care and have high acuity needs, assessed as either 'critical' or 'substantial' by local authorities and the NHS.

Our services

Our commitment to quality is demonstrated by our sector-leading quality ratings: we have more good and outstanding rated services than any other provider in the specialist care sector. The specialist care sector is both highly regulated and fragmented. Voyage Care is one of the few larger providers operating exclusively in this sector with proven expertise in supporting people with complex high acuity needs across a range of specialisms.

Voyage Care's person-centred pathway of support includes both residential care and community based support, and our business divisions complement these regulatory and delivery models.

Types of support

We work with the people we support, their support network and commissioner to identify and source the setting that best suits the individual's needs. The people we support can rely on us for safe, flexible and personalised support wherever it is needed.

Residential care is provided in a CQC (England), CI (Scotland) or CIW (Wales) registered care home and may include nursing or respite care. Community based support is provided in a person's own home, which may be in one of our supported living locations, and is managed through one of our regional Domiciliary Care Agencies (DCAs) which are registered with the CQC, CI or CIW. We also provide support for people to access their local community or in day services.

Our specialisms

The people we support are at the centre of everything we do. Everybody's needs are different, so our support is tailored to each individual and underpinned our robust quality governance framework. To ensure we continue to deliver a high standard of specialist care and support that meets people's complex needs, we have successfully developed and deployed specialisms including autism, brain injury rehabilitation, Prader-Willi syndrome, specialist behavioural support, transitional support, mental health and complex nurse-led care at home for both adults and children.



Presentation of financial and other information

Financial data

This Quarterly Report includes the consolidated financial information (unaudited) of Voyage BidCo Limited and its subsidiaries for the three month period ended 30 June 2024 ("Q1 2025") and 30 June 2023 ("Q1 2024").

The consolidated financial statements consolidate those of the Company and its subsidiaries. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU (IFRSs), and the Company financial statements have been prepared in accordance with Financial Reporting Standard 101 (FRS101) 'Reduced Disclosure Framework' and the Companies Act 2006.

Other financial measures

In this Quarterly Report, we may present certain non-IFRS measures, including underlying adjusted EBITDA, adjusted EBITDA, underlying adjusted EBITDA margin, cash conversion, adjusted free cash flow, development capex, maintenance capex, IT capex (each, a 'Non-IFRS Metric'), which are not required by, or presented in accordance with IFRS. The terms above are defined within the Glossary of Definitions.

The Non-IFRS Metrics in this Quarterly Report are used by different companies for differing purposes and are often calculated in ways that reflect the particular circumstances of those companies. Caution should be exercised in comparing the Non-IFRS Metrics reported by us to such metrics or other similar metrics as reported by other companies. None of our Non-IFRS Metrics is a measurement of performance under IFRS and those measures should not be considered as an alternative to net income or operating profit determined in accordance with IFRS. The Non-IFRS Metrics do not necessarily indicate whether cash flow will be sufficient or available to meet our cash requirement and may not be indicative of our historical operating results, nor are such measures meant to be predictive of our future results. Our Non-IFRS Metrics have limitations as analytical tools, and should not be considered in isolation.

Adjustments

Certain numerical information and other amounts and percentages presented in this report have been subject to rounding adjustments. Accordingly, in certain instances, the sum of the numbers in a column or a row in tables may not conform exactly to the total figure given for that column or row or the sum of certain numbers presented as a percentage may not conform exactly to the total percentage given.

The abbreviation 'nm' is used in this report in certain instances when a percentage variance produces an erroneous or non-meaningful result.



Management's discussion and analysis of financial condition and results

Key performance indicators

	Q1 2024	Q1 2025	Change	YTD 2024	YTD 2025	Change
Registered care division						
Closing registered capacity (number)	2,041	2,074	33	2,041	2,074	33
Closing occupancy (number)	1,888	1,906	18	1,888	1,906	18
Closing occupancy rate %	92.5%	91.9%	(0.6%)	92.5%	91.9%	(0.6%)
Average occupancy (number)	1,890	1,888	(3)	1,890	1,888	(3)
Average occupancy rate %	92.7%	92.1%	(0.6%)	92.7%	92.1%	(0.6%)
Average weekly fees (LTM)	£2,102	£2,374	£272	£2,102	£2,374	£272
Community based care division						
Closing supported people (number)	1,442	1,399	(43)	1,442	1,399	(43)
Closing direct care hours (number)	105,570	103,922	(1,648)	105,570	103,922	(1,648)
Average direct care hours (number)	104,809	104,747	(62)	104,809	104,747	(62)
Average hourly rate (LTM)	£21.31	£23.13	£1.82	£21.31	£23.13	£1.82

Consolidated statement of profit & loss

£ million	Q1 2024	Q1 2025	% Change	YTD 2024	YTD 2025	% Change
Revenue	84.5	93.1	10.2%	84.5	93.1	10.2%
Unit level staff costs	(60.1)	(64.9)	(8.1%)	(60.1)	(64.9)	(8.1%)
Unit level agency costs	(2.3)	(1.6)	28.3%	(2.3)	(1.6)	28.3%
Unit level direct overheads	(8.4)	(8.3)	1.2%	(8.4)	(8.3)	1.2%
Central overheads	(6.6)	(7.5)	(13.0%)	(6.6)	(7.5)	(13.0%)
Underlying adjusted EBITDA	7.2	10.8	51.0%	7.2	10.8	51.0%
Non-underlying items	(0.6)	(0.5)	16.0%	(0.6)	(0.5)	16.0%
Adjusted EBITDA	6.5	10.3	57.5%	6.5	10.3	57.5%
Depreciation & impairment	(3.9)	(4.3)	(9.9%)	(3.9)	(4.3)	(9.9%)
Profit on disposal of non-current assets	0.1	0.1	(57.3%)	0.1	0.1	(57.3%)
Amortisation of intangible assets	(0.8)	(0.6)	26.1%	(0.8)	(0.6)	26.1%
Operating profit	1.8	5.5	nm	1.8	5.5	nm
Finance income	0.1	0.1	(20.8%)	0.1	0.1	(20.8%)
Finance expense	(4.4)	(4.5)	(2.5%)	(4.4)	(4.5)	(2.5%)
Profit/(Loss) before taxation	(2.4)	1.1	nm	(2.4)	1.1	nm
Taxation	(0.3)	(0.3)	(8.3%)	(0.3)	(0.3)	(8.3%)
Profit/(Loss) for the period	(2.8)	0.7	nm	(2.8)	0.7	nm
Other financial metrics						
Underlying adjusted unit EBITDA	13.8	18.3	32.8%	13.8	18.3	32.8%
Underlying adjusted unit EBITDA margin %	16.3%	19.7%	3.4%	16.3%	19.7%	3.4%
Underlying adjusted EBITDA margin %	8.5%	11.6%	3.1%	8.5%	11.6%	3.1%



Revenue

Revenue represents total fees receivable from local authorities and NHS customers for services provided to the people we support.

- Q1 2025 revenue increased by £8.6 million, or 10.2% to £93.1 million from £84.5 million for Q1 2024, primarily due to fee increases (£7.0 million or 8.3%) and higher Registered occupancy resulting from the Jewel acquisition (£2.1m or 2.5%).

Revenue by division

	Q1 2024	Q1 2025	% Change	YTD 2024	YTD 2025	% Change
Registered care division	54.5	60.8	11.6%	54.5	60.8	11.6%
Community based care division	30.1	32.4	7.7%	30.1	32.4	7.7%
Total Revenue	84.5	93.1	10.2%	84.5	93.1	10.2%

- Q1 2025 Registered revenue increased by £6.3 million, or 11.6% to £60.8m from £54.5m for Q1 2024 due to fee increases and higher occupancy resulting from the Jewel acquisition (£2.1m or 2.5%).
- Q1 2025 Community revenue increased by £2.3 million, or 7.7% to £32.4 million from £30.1 million for Q1 2024 primarily due to fee increases.

Unit level staff costs and agency costs

Staff costs consist of wages, salaries and employee benefits, employers' national insurance, pension costs and other costs such as statutory sick pay.

- Total unit level staff and agency costs for Q1 2025 increased by £4.2 million, or 6.7% to £66.6 million (which represented 71.5% of revenue) from £62.4 million (which represented 73.8% of revenue) for Q1 2024, primarily due to annual wage uplifts driven by the National Living Wage increase (April 2024). This was partially offset by lower agency usage with agency hours accounting for 2.0% of direct care hours in Q1 2025 compared with 2.7% in Q1 2024.
 - Staff costs for Q1 2025 increased by £4.8 million, or 8.1% to £64.9 million from £60.1 million for Q1 2024.
 - Agency costs for Q1 2025 decreased by £0.7 million to £1.6 million from £2.3 million for Q1 2024.

Unit Level Direct Overheads

Unit level direct overheads include direct costs incurred in operating services on a day-to-day basis, including home provisions (e.g. food, etc.), day care activities, registration fees and therapists particularly for those people we support with acquired brain injuries, lease rentals and other external charges which consist of indirect costs incurred in running and maintaining services, Local Authority rates, council tax, repairs, utilities, training and professional fees.

- Q1 2025 unit level direct overheads decreased by £0.1 million, or 1.2% to £8.3 million from £8.4 million for Q1 2024. This was primarily due to inflationary cost increases excluding utility costs of £0.7m, being more than offset by savings on utilities of £0.8m.



Central Overheads

Central overheads comprise expenditure in relation to the Group's head office function who support the running of the business and therefore indirectly support the delivery of care and support.

- Q1 2025 central overheads increased by £0.9 million, or 13.0% to £7.5 million (8.0% of revenue) from £6.2 million (7.8% of revenue) for Q1 2024, this is primarily due to planned inflationary pay awards averaging 3% from 1st April and increased I.T. costs relating to digital transformation.

Underlying adjusted EBITDA

Underlying adjusted EBITDA is not a recognised performance measure under IFRS and may not be directly comparable with similar measures used by other companies.

- Q1 2025 underlying adjusted EBITDA increased by £3.6 million, or 51.0% to £10.8 million from £7.2 million for Q1 2024.

Underlying adjusted EBITDA by division

	Q1 2024	Q1 2025	% Change	YTD 2024	YTD 2025	% Change
Registered care division	5.7	8.3	45.5%	5.7	8.3	45.5%
Community based care division	1.5	2.5	72.9%	1.5	2.5	72.9%
Total underlying adjusted EBITDA	7.2	10.8	51.0%	7.2	10.8	51.0%

- Registered underlying adjusted EBITDA increased in the quarter primarily due to fee increases; increased occupancy resulting from the Jewel acquisition; and reduced utility costs.
- Community underlying adjusted EBITDA increased in the quarter primarily due to fee increases.

Non-underlying items

Non-underlying items include certain one-off cash and non-cash charges which are non-recurring.

- Q1 2025 non-underlying items were £0.5 million (Q1 2024: £0.6 million) and were primarily related to share-based payments and employee related costs.

Adjusted EBITDA

Adjusted EBITDA is not a recognised performance measure under IFRS and may not be directly comparable with similar measures used by other companies.

- Q1 2025 adjusted EBITDA after non-underlying items increased by £3.8 million, or 16.0% to £10.3 million from £6.5 million for Q1 2024.



Depreciation and Impairment of property, plant and equipment

Depreciation and impairment of property, plant and equipment comprises the write-off of the cost of property, plant and equipment to their residual value over their estimated useful life. Non-current assets once classified as held for sale are not depreciated or amortised, and are stated at the lower of previous carrying value and fair value.

- Q1 2025 depreciation and impairment of property plant and equipment was £4.3 million (Q1 2024: £3.9 million).

Profit on disposal of non-current assets

Profit on disposal of non-current assets represents the difference between the net disposal proceeds received and the net book value of non-current assets at the time of disposal.

- For Q1 2025 the profit on the disposal of non-current assets was the same as Q1 2024 (£0.1 million).

Amortisation of intangible assets

Intangible assets with finite useful lives that are acquired separately or in a business combination, or internally developed computer software, are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The carrying amounts of intangible assets are reviewed annually to determine whether the assets have suffered an impairment loss.

- Q1 2025 amortisation of intangible assets decreased by £0.2 million to £0.6 million from £0.8 million for Q1 2024.

Operating profit

Operating profit consists of earnings before interest and taxation.

- Q1 2025 operating profit increased by £3.7 million to £5.5 million from £1.8 million in Q1 2024.

Finance income

Finance income consists of interest received on current account and deposit account balances.

- Q1 2025 interest receivable and other income was the same as Q1 2024 (£0.1 million).

Finance expenses

Finance expenses primarily consist of interest payable and fees relating to the Senior Secured Notes (2017 and 2022) and Second Lien Notes (2017), as well as other finance costs including the interest on the Revolving Credit Facility (RCF) and unwinding of IFRS 16 lease liabilities.

- Q1 2025 interest payable and similar charges on the senior secured notes and RCF increased by £0.1 million to £4.5 million from £4.4 million for Q1 2024 due to increased draw down of the RCF.

Profit/(Loss) before taxation

Profit before taxation is the result of the statement of profit and loss before provision for taxation.

- Q1 2025 profit before taxation increased by £3.5 million to £1.1 million compared to a loss of £2.4 million for Q1 2024.



Taxation

Taxation is based on the profit or loss for the year and takes into account deferred taxation movements.

- Q1 2025 a taxation charge of £0.3 million was recognised, the same as Q1 2024.

Profit for the period

Profit for the period represents the result of the statement of profit and loss after provision for taxation.

- Q1 2025 profit for the period increased by £3.5 million to £0.7 million from a loss of £2.8 million Q1 2024.



Consolidated statement of cash flow

£ million	Q1 2024	Q1 2024	% Change	YTD 2024	YTD 2025	% Change
Underlying adjusted EBITDA	7.2	10.8	50.0%	7.2	10.8	50.0%
Maintenance capex	(2.4)	(3.1)	(29.2%)	(2.4)	(3.1)	(29.2%)
IT capex	(0.8)	(0.8)	(0.0%)	(0.8)	(0.8)	(0.0%)
Vehicle capex	(0.0)	(0.3)	nm	(0.0)	(0.3)	nm
Adjusted free cash flow	3.9	6.7	71.8%	3.9	6.7	71.8%
<i>Cash conversion %</i>	<i>55.1%</i>	<i>61.7%</i>	<i>6.6%</i>	<i>55.1%</i>	<i>61.7%</i>	<i>6.6%</i>
Non-underlying items ⁽¹⁾	(0.6)	(0.5)	16.7%	(0.6)	(0.5)	16.7%
Working Capital	(1.5)	(3.2)	(113.3%)	(1.5)	(1.2)	20.0%
Interest	(0.1)	(0.2)	(100.0%)	(0.1)	(0.2)	(100.0%)
Taxation	0.1	(0.4)	nm	0.1	(0.4)	nm
FCF before dev. Capex, acquisitions and financing	1.8	2.4	33.3%	1.8	4.4	33.3%
Development capex ⁽²⁾	(1.5)	(2.6)	(73.3%)	(1.5)	(2.6)	(73.3%)
Acquisition ⁽³⁾	0.0	(25.6)	nm	0.0	(25.6)	nm
Proceeds from sale	0.1	0.1	0.0%	0.1	0.1	0.0%
FCF before financing	0.4	(25.6)	nm	0.4	(25.6)	nm
Property and vehicle lease payments (IFRS16)	(1.1)	(1.6)	(45.5%)	(1.1)	(1.6)	(45.5%)
Proceeds from parent company financing	0.0	22.0	nm	0.0	22.0	nm
Proceeds from borrowings	3.0	3.0	0.0%	3.0	3.0	0.0%
Movement in cash for the period	2.2	(2.3)	nm	2.2	(2.3)	nm
Opening cash and cash equivalents	15.5	14.0	(9.7%)	15.5	14.0	(9.7%)
Closing cash and cash equivalents	17.7	11.8	(33.3%)	17.7	11.8	(33.3%)
Undrawn RCF as at 30 June 2023	45.0	41.0	(8.9%)	45.0	41.0	(8.9%)
Total liquidity	62.7	52.8	(15.8%)	62.7	52.8	(15.8%)

(1) Excludes cash flows in relation to acquisition integration costs

(2) Net of disposal proceeds and includes development capital expenditure and capital expenditure with respect to supporting our head office function. Excludes cash flows in relation to acquisition capital expenditure

(3) Includes net overdraft acquired with subsidiaries where applicable

Maintenance Capex

- Q1 2025 maintenance capex increased by £0.7 million to £3.1 million from £2.4 million for Q1 2024. The increase was due to planned improvements and compliance works in our property portfolio.

IT Capex

- Q1 2025 IT capex was the same as Q1 2024 at £0.8 million.

Vehicle Capex

- Q1 2025 vehicle capex was £0.3 million (Q1 2024: £nil).



Adjusted free cash flow

- Q1 2025 adjusted free cash flow increased by £2.7 million, or 71.8% to £6.7 million from £3.9 million for Q1 2024.

Non-underlying items

- Q1 2025 non-underlying items decreased by £0.1 million to £0.5 million from £0.6 million when compared with Q1 2024.

Working capital

- Q1 2025 working capital movement was an outflow of £3.2 million which compares to an outflow of £1.5 million for Q1 2024.

Interest

- Q1 2025 interest payable increased by £0.1 million to £0.2 million from £0.1 million for Q1 2024.

Taxation

- For Q1 2025 there was a tax payment of £0.4 million in relation to corporation tax payments made on account (Q1 2024: £0.1 million credit). There was a £0.4 million payment relating to the Jewel acquisition in Q1 2025.

Free Cash Flow before Development Capex, Acquisitions and Financing

- Q1 2025 Free Cash Flow before Development Capex, Acquisitions and Financing increased by £0.6 million to an inflow of £2.4 million from a £1.8 million inflow in Q1 2024, primarily due to increased EBITDA.

Development Capex

Development Capex primarily comprises build costs and other professional expenses in connection with new builds, conversions of existing properties, and the purchase of motor vehicles. Maintenance capital expenditure (which is recorded separately) primarily comprises purchases of new replacement equipment and fixtures. Our future capital (development) expenditure amounts will be discretionary, and we may adjust in any period according to our strategy to continue to selectively expand capacity and evaluate opportunities that enhance our profitability.

- Q1 2025 development capital expenditure increased by £1.1 million to £2.6 million compared to £1.5 million in Q1 2024.

Acquisition

- For Q1 2025 expenditure on Acquisitions was £25.6 million (Q1 2024: £nil). On 22nd April Voyage Care acquired KDL Investments Limited and its 3 subsidiaries, supporting individuals with complex behavioural needs in the North of England. The acquisition acquired the freehold properties of 7 registered services with a capacity of 58, and a Community Based Care service supporting up to a further 6 individuals.

Proceeds from sale

- For Q1 2025 there was £0.1 million cash inflow from proceeds from sale of surplus property (Q1 2024: £0.1 million). Disposal proceeds related primarily to non-contributing sites identified and closed as part of our on-going portfolio review.

Property and vehicle lease payments

- During Q1 2025 we made £1.6 million of total lease payments under IFRS16 which is £0.5 million more than Q1 2024 (£1.1 million). The increase from prior year was mainly due to new vehicle and IT equipment leases.



Proceeds from parent company financing

- During Q1 2025 there were £22.0 million of proceeds from the issue of share capital (Q1 2024: £nil) to support the funding of the acquisition of KDL Investments Limited and its 3 subsidiaries on 22nd April.

Proceeds from borrowings

- During Q1 2025 proceeds from borrowings was an inflow of £3.0 million (Q1 2024: £3.0 million inflow) as a result of draws on the RCF in both years.

Movement in cash for the period

- Q1 2025 movement in cash for the period was a £2.3 million outflow, compared to £2.2 million inflow for Q1 2024.



Balance Sheet

£ million	Q1 2024	Q1 2025	Change	% Change
Non current assets	427.4	462.5	35.1	8.2%
Current assets				
<i>Trade and other receivables</i>	40.8	43.9	3.0	7.6%
<i>Corporation tax receivable</i>	2.3	1.6	(0.7)	(30.4%)
<i>Cash and cash equivalents</i>	17.7	11.8	(6.0)	(33.3%)
<i>Assets classified as held for sale</i>	1.4	0.0	(1.4)	nm
Total assets	489.7	519.8	30.1	6.1%
Non-current liabilities				
<i>Loans and borrowings</i>	256.5	257.6	(1.1)	(0.4%)
<i>Tax liabilities</i>	17.4	17.1	0.3	1.7%
<i>Employee benefits</i>	0.2	0.0	0.2	nm
<i>Provisions</i>	1.1	1.2	(0.1)	(9.1%)
Current liabilities	78.9	106.9	(28.0)	(35.5%)
Equity	135.7	137.1	(1.4)	(1.0%)
Total equity and liabilities	489.7	519.8	(30.1)	(6.1%)



Debt and leverage

At 30 June 2024 and 30 June 2023, our cash balances were £11.8 million and £17.7 million, respectively.

Contractual obligations

The following table summarises our material contractual obligations at 30 June 2024, showing the total principal amount payable and excluding any future interest payments. Following the refinancing completed on 3rd February 2022, the Senior Secured Notes and the Second Lien Notes were replaced by £250m Senior Secured Notes, which are due 2027.

£ million	0-1 year	1-2 years	2 years or more	Total
Senior Secured Notes ⁽¹⁾	-	-	250.0	250.0
Revolving Credit Facility	9.0	-	-	9.0
Total	9.0	0.0	250.0	9.0

(1) Represents the aggregate principal amount of the Senior Secured Notes as at 30 June 2024

Net debt and pro forma leverage

Note that net debt and pro-forma leverage are calculated as defined in the Offering Memorandum for the £250m 5 7/8% Senior Secure Notes due February 2027.

£ million	As at and for the twelve months ended	
	30-Jun-23	30-Jun-24
Underlying Adjusted EBITDA	36.7	43.6
Estimated full year impact of recent acquisitions	0.0	3.2
Pro forma underlying adjusted EBITDA	36.7	46.8
Senior secured net debt:		
Senior secured notes	250.0	250.0
Second lien notes	0.0	0.0
Revolving credit facility	5.0	9.0
Gross debt	255.0	259.0
Cash ⁽¹⁾	(15.2)	(9.4)
Secured net debt	239.8	249.6
IFRS 16 lease liability	15.7	16.5
Net debt including IFRS 16 lease liability	255.4	266.1
Ratio of secured net debt to pro forma Underlying Adjusted EBITDA	6.5x	5.3x
Ratio of net debt to pro forma Underlying Adjusted EBITDA	7.0x	5.7x

(1) Excludes restricted cash balances



Property Analysis (Open services)

At 30 June 2024 the number of freehold properties held was 271, which was an increase of 7 compared to June 2023. The net book value of the freehold properties was £327.4 million and represents the historic cost of our properties and comprised the purchase price and subsequent additions, less depreciation. This is substantially lower than the June 2021 freehold market value of £436.0 million.

We have increased our provision of Registered division places by 33 since June 2023 mainly due to the Jewel acquisition in April 2024 (+58), which has been partially offset due to closures resulting from portfolio reviews.

We have decreased our provision of Community division supported living places by 41 since June 2023 whilst reducing the number of properties by 14.

In our Registered care division on 31 June 2024, freehold properties made up 89.4% of capacity whereas in Community based care, freehold properties made up 8.8% of capacity. This in line with our strategy to utilise 3rd party capital to invest in property and capacity to drive Community based care growth.

30 June 2024	Registered		Community		Daycare	Total		DCA ⁽⁴⁾
	#	Capacity	#	Capacity	#	#	Capacity	#
Freehold	241	1,854	29	113	1	271	1,967	6
Leasehold/Rental ⁽¹⁾	29	211	3	10	7	39	221	31
3rd Party Owned ⁽²⁾	3	9	269	1,157	0	272	1,166	4
Totals	273	2,074	301	1,280	8	582	3,354	41
Freehold NBV (£m) ⁽³⁾	315.6		10.6		1.2	327.4		

30 June 2023	Registered		Community		Daycare	Total		DCA ⁽⁴⁾
	#	Capacity	#	Capacity	#	#	Capacity	#
Freehold	236	1,815	27	97	1	264	1,912	6
Leasehold/Rental ⁽¹⁾	30	217	3	10	7	40	227	32
3rd Party Owned ⁽²⁾	3	9	285	1,214	0	288	1,223	3
Totals	269	2,041	315	1,321	8	592	3,362	41

Movement	Registered		Community		Daycare	Total		DCA ⁽⁴⁾
	#	Capacity	#	Capacity	#	#	Capacity	#
Freehold	5	39	2	16	0	7	55	0
Leasehold/Rental ⁽¹⁾	(1)	(6)	0	0	0	(1)	(6)	(1)
3rd Party Owned ⁽²⁾	0	0	(16)	(57)	0	(16)	(57)	1
Totals	4	33	(14)	(41)	0	(10)	(8)	0

- (1) Leasehold/Rental includes properties which are on a long term lease and properties on short term rental which have been obtained to support immediate commissioner requirements.
- (2) 3rd Party owned Supported Living properties are leased to a Registered Provider such as a Housing Association and then rented to the people we support. Rent and maintenance are usually covered by Housing Benefit claimed by the people we support.
- (3) Freehold NBV is not separately shown under DCA, as the Freehold 'DCA' offices often operate from Freehold 'Community' Properties. Freehold NBV represents the historic cost of the properties and comprises purchase price and subsequent additions, less depreciation and excludes assets held for sale and leasehold, encumbered and third party properties. The property portfolio has not been externally valued since June 2021.
- (4) Total Freehold capacity excludes Freehold DCAs as these offices operate from Freehold 'Community' Properties.



Glossary of Definitions

Non IFRS and other financial measures

- **“Underlying adjusted EBITDA”** means profit / (loss) for the period as adjusted for taxation, finance expense, amortisation of intangible assets, profit / (loss) on disposal of non-current assets, depreciation and impairment of property and the effects of certain items considered to be non-underlying;
- **“Adjusted EBITDA”** means Underlying adjusted EBITDA prior to adjustments for the effects of non-underlying items;
- **“Underlying adjusted EBITDA margin”** means Underlying adjusted EBITDA divided by revenue;
- **“Cash conversion”** means Underlying adjusted EBITDA less Maintenance CAPEX and IT CAPEX, divided by Underlying adjusted EBITDA;
- **“Adjusted free cash flow”** means Underlying adjusted EBITDA less Maintenance CAPEX and IT CAPEX;
- **“Total CAPEX”** means the sum of Development CAPEX, Maintenance CAPEX and IT CAPEX;
- **“Development CAPEX”** means build costs and other professional expenses in connection with new builds and conversions of existing properties, net of disposal proceeds, including development capital expenditure and capital expenditure with respect to supporting our head office function and excluding cash flows in relation to acquisition capital expenditure. Development CAPEX also includes costs in connection with the acquisition of property which we originally lease for our operations and where we later agree to acquire the property from the lessor as well as the purchase of motor vehicles;
- **“Maintenance CAPEX”** means service-related routine capital expenditure and non service-related capital expenditure with respect to supporting our head office function and includes purchases of new replacement equipment and fixtures;
- **“IT CAPEX”** means service-related routine capital expenditure and non service-related capital expenditure with respect to software and hardware used for the operations of our Group.

Operating expenses used to track performance and liquidity

- **“Unit level staff costs”** comprise expenditure in relation to the Group’s employees who deliver direct care and support to the people we support.
- **“Unit level agency costs”** comprise expenditure in relation to third-party staffing agencies who deliver direct care and support to the people we support.
- **“Unit level direct overheads”** comprise supplementary expenditure required to deliver the care and support to the people we support (direct costs to run the Group’s services).
- **“Central overheads”** comprise expenditure in relation to the Group’s head office function who support the running of the business and therefore indirectly support the delivery of care and support.
- **“Depreciation and impairment of property, plant and equipment”** comprises the write off of property, plant and equipment to their residual value over their estimated useful life.
- **“Profit/(loss) on disposal of non-current assets”** comprise the difference between the net disposal proceeds received and the net book value of non-current assets at the time of disposal.



- ***“Amortisation of intangible assets”*** comprises the write off of intangible assets to their residual value over their estimated useful life.

Pro forma financial measures

- ***“Pro Forma Underlying Adjusted EBITDA”*** means Underlying Adjusted EBITDA, as adjusted to give effect to the full year impact of the Underlying Adjusted EBITDA contribution of our recent acquisitions.

Other operating data

- ***“Registered capacity”*** – our results of operations are impacted by the number of beds at certain locations as bed capacity determines the maximum number of people that can be cared for in our Registered Care Division. Registered capacity is the average number of available beds for the relevant period unless otherwise stated.
- ***“Occupancy”*** – occupancy represents the average number of individuals that we provide care to in our Registered Care Division for the relevant period unless otherwise stated.
- ***“Occupancy rate”*** – occupancy rate represents the percentage of the registered capacity occupied in our Registered Care Division at the end of the relevant period unless otherwise stated.
- ***“Supported people”*** – our results of operations are impacted by the number of people supported in our Community Based Care Division. The number of people supported in our Community Based Care Division is presented as the average placements for the relevant period unless otherwise stated.
- ***“Direct care hours”*** – direct care hours presented represent the weekly direct care hours delivered in our Community Based Care Division, including supported living, Children’s Complex Care, day care and outreach placements, at the end of the relevant period unless otherwise stated.
- ***“Fee rates”*** – fee rates depend on the service that is being provided and the funder that is paying for the care package and is dependent on the nature of the pricing agreement in place.
- ***“Average weekly fees”*** – fee rates for our Registered Care Division refer to the average weekly fees in a given period.
- ***“Average hourly rates”*** – fee rates for our Community Based Care Division refer to average hourly rates per direct hour charged to a funder in a given period.



Voyage BidCo Limited

Condensed Consolidated Financial Statements (unaudited)

For the 3 month period ended 30 June 2024

Registered Number: 05752534



Voyage BidCo Limited
Condensed Consolidated Financial Statements (unaudited)
For the 3 month period ended 30 June 2024

Contents	Page
Condensed Consolidated Statement of Profit and Loss (unaudited)	F3
Condensed Consolidated Statement of Other Comprehensive Income (unaudited)	F5
Condensed Consolidated Statement of Financial Position (unaudited)	F6
Condensed Consolidated Statement of Changes in Equity (unaudited)	F8
Condensed Consolidated Statement of Cash Flow (unaudited)	F10
Notes to the Condensed Consolidated Financial Statements (unaudited)	F12



Voyage BidCo Limited

Condensed Consolidated Statement of Profit and Loss (unaudited)

For the 3 month period ended 30 June 2024

		3 months ended 31 June 2024			3 months ended 31 June 2023		
		Underlying	Non- underlying items (2)	Total	Underlying	Non- underlying items (2)	Total
	Notes	£000	£000	£000	£000	£000	£000
Revenue		93,148	-	93,148	84,523	-	84,523
Operating expenses	5	(87,160)	(529)	(87,689)	(81,904)	(773)	(82,677)
Adjusted EBITDA (1)		10,821	(529)	10,292	7,165	(631)	6,534
Depreciation and impairment of property, plant and equipment		(4,321)	-	(4,321)	(3,789)	(142)	(3,931)
Profit on disposal of assets		94	-	94	62	-	62
Amortisation of intangible assets		(606)	-	(606)	(819)	-	(819)
Operating profit		5,988	(529)	5,459	2,619	(773)	1,846
Finance income	6	102	-	102	84	-	84
Finance expense	7	(4,474)	-	(4,474)	(4,366)	-	(4,366)
Profit / (loss) before taxation		1,616	(529)	1,087	(1,663)	(773)	(2,436)
Taxation	8	(389)	41	(348)	(383)	62	(321)
Profit / (loss) for the period from continuing operations		1,227	(488)	739	(2,046)	(711)	(2,757)
Profit / (loss) attributable to equity holders of the parent		1,227	(488)	739	(2,046)	(711)	(2,757)

(1) Adjusted EBITDA represents earnings before interest, tax, depreciation, amortisation, impairments and profit on disposal of assets.

(2) Further breakdown of non-underlying items analysed in note 4.

(3) Total figures for the 3 month period represents year to date figures as this is the first quarter of the financial year.



Voyage BidCo Limited

Condensed Consolidated Statement of Other Comprehensive Income (unaudited)

For the 3 month period ended 30 June 2024

	3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
Profit / (loss) for the period	739	(2,757)
<i>Items that will not be reclassified to profit and loss</i>		
<i>Other comprehensive income</i>	-	-
Total comprehensive income / (expense) attributable to equity holders of the parent for the financial period	739	(2,757)



Voyage BidCo Limited

Condensed Consolidated Statement of Financial Position (unaudited)

At 30 June 2024

	Notes	30 June 2024		30 June 2023		31 March 2024	
		£000	£000	£000	£000	£000	£000
<i>Non-current assets</i>							
Goodwill	9	71,467		49,256		49,256	
Intangible assets	10	7,561		6,910		7,508	
Property, plant and equipment	11	383,455		371,211		375,670	
			462,483		427,377		432,434
<i>Current assets</i>							
Trade and other receivables		43,861		40,816		37,441	
Corporation tax receivable		1,628		2,287		1,795	
Cash and cash equivalents		11,780		17,733		14,032	
		57,269		60,836		53,268	
Assets classified as held for sale	12	-		1,443		-	
			57,269		62,279		53,268
Total assets			519,752		489,656		485,702
<i>Current liabilities</i>							
Loans and borrowings	13	14,137		9,056		11,571	
Trade and other payables		72,368		45,536		45,390	
Accruals and deferred income		19,772		23,668		15,517	
Provisions	14	586		638		586	
			106,863		78,898		73,064
<i>Non-current liabilities</i>							
Loans and borrowings	13	257,559		256,477		258,186	
Tax liabilities		17,054		17,364		16,915	
Provisions	14	1,198		1,107		1,198	
Employee benefits		-		156		-	
			275,811		275,104		276,299
Total liabilities			382,674		354,002		349,363
Net assets			137,078		135,654		136,339



Voyage BidCo Limited

Condensed Consolidated Statement of Financial Position (unaudited) - continued

At 30 June 2024

	Notes	30 June 2024		30 June 2023		31 March 2024	
		£000	£000	£000	£000	£000	£000
Equity							
<i>Capital and reserves</i>							
Issued share capital		-		-		-	
Share premium		252,872		252,872		252,872	
Retained earnings		(115,794)		(117,218)		(116,533)	
Total equity attributable to equity holders of the parent		137,078		135,654		136,339	

Company registered no. 05752534



Voyage BidCo Limited

Condensed Consolidated Statement of Changes in Equity (unaudited)

For the 3 month period ended 30 June 2024

Group	Issued share capital £000	Share premium £000	Retained earnings £000	Total parent equity £000
At 1 April 2024	-	252,872	(116,533)	136,339
<i>Total comprehensive income for the period</i>				
Profit for the period	-	-	739	739
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	739	739
At 30 June 2024	-	252,872	(115,794)	137,078

For the 3 month period ended 30 June 2023

Group	Issued share capital £000	Share premium £000	Retained earnings £000	Total parent equity £000
At 1 April 2023	-	252,872	(114,461)	138,411
<i>Total comprehensive income for the period</i>				
Loss for the period	-	-	(2,757)	(2,757)
Other comprehensive income	-	-	-	-
Total comprehensive expense for the period	-	-	(2,757)	(2,757)
At 30 June 2023	-	252,872	(117,218)	135,654



Voyage BidCo Limited
Condensed Consolidated Statement of Cash Flow (unaudited)
For the 3 month period ended 30 June 2024

	3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
Cash flows from operating activities		
Profit / (loss) for the period	739	(2,757)
Adjustments for:		
Depreciation and impairment of property, plant and equipment	4,321	3,931
Profit on disposal of non-current assets	(94)	(62)
Amortisation of intangible assets	606	819
Finance income	(102)	(84)
Finance expense	4,474	4,366
Taxation	348	321
Movements in working capital:		
Increase in trade and other receivables	(5,053)	(6,685)
Increase in trade and other payables	1,486	2,549
Increase in accruals and deferred income	391	2,686
Increase / (decrease) in provisions	-	(25)
Cash generated from operating activities	7,116	5,059
Interest paid	(288)	(204)
Tax (paid) / received	(369)	72
Net cash generated from operating activities	6,459	4,927
<i>Cash flows from investing activities</i>		
Interest received	102	84
Payments to acquire property, plant and equipment	(6,049)	(4,178)
Net cash outflow on acquisition of subsidiaries	(25,554)	-
Payments to acquire intangible assets	(658)	(500)
Proceeds from sales of property, plant and equipment	92	58
Net cash used in investing activities	(32,067)	(4,536)
<i>Cash flows from financing activities</i>		
Proceeds from loans and borrowings	3,000	3,000
Net proceeds from parent company financing	22,000	-
Property and vehicle lease payments	(1,644)	(1,146)
Net cash generated from financing activities	23,356	1,854
Net (decrease) / increase in cash and cash equivalents in the period	(2,252)	2,245
Cash and cash equivalents at the beginning of the period	14,032	15,488
Cash and cash equivalents at the end of the period	11,780	17,733



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited)

For the 3 month period ended 30 June 2024

1 Reporting entity

Voyage BidCo Limited (the Company) is a company incorporated in England and Wales. The consolidated financial statements consolidate those of the Company and its subsidiaries (together referred to as the Group). The principal activity of the Group is the provision of high quality care and support services for people with learning disabilities, brain injuries and other complex needs. The registered office of the company is Voyage Care, Wall Island, Birmingham Road, Lichfield, Staffordshire, WS14 0QP.

2 Accounting policies

These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all of the financial information required for full annual financial statements. The Group has prepared the condensed consolidated financial statements in accordance with UK-adopted International Accounting Standards ("UK-adopted IFRSs") applicable for the 3 month period ended 30 June 2024, together with comparative period data for the 3 month period ended 30 June 2023.

The financial information contained herein is unaudited and does not constitute statutory accounts as defined by Section 435 of the Companies Act 2006.

The condensed consolidated financial statements have been prepared under the historical cost convention except for certain financial instruments which are stated at fair value through the Statement of Profit and Loss. Non-current assets held for sale are stated at the lower of previous carrying value and fair value.

In preparing these condensed consolidated financial statements, management have made judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, revenue and expenses. Estimates and underlying assumptions are reviewed on an on-going basis and any revisions to these estimates are recognised in the period in which the estimates are revised and in any future period affected.

The accounting policies applied in these condensed consolidated financial statements is consistent with the statutory accounts for the Company and the Group for the year ended 31 March 2024. In addition, the risks and risk management techniques identified in the statutory accounts for the Company and the Group for the year ended 31 March 2024 should be referred to in connection with these condensed consolidated financial statements as they remain applicable.

UK-adopted IFRS not yet applied

The following UK-adopted IFRSs have been issued but have not been applied in these financial statements. Their adoption is not expected to have a material effect on the financial statements unless otherwise indicated:

- Amendments to IAS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current (effective date - 1 January 2024);
- Amendments to IAS 7 and IFRS 7: Supplier Finance Arrangements (effective date - 1 January 2024); and
- Amendments to IFRS16: Lease Liability in a Sale and Leaseback (effective date - 1 January 2024).

The above standards and interpretations are not expected to have a material impact on the Group's consolidated financial statements.



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued For the 3 month period ended 30 June 2024

2 Accounting policies - continued

Going concern

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons:

The Group, of which the Company is a member, is funded through a combination of Shareholders' Funds, Unsecured Shareholder Loans, Senior Secured Notes and cash generated from operations. These include £250 million of 5.875% Senior Secured Notes listed on the International Stock Exchange that are due in February 2027 and a Revolving Credit Facility of £50 million, due November 2026, of which £41 million was undrawn at 30 June 2024.

The Directors have prepared cash flow forecasts in order to assess going concern for a period to 31 March 2026, which take into account sensitised cash flow forecasts and reflect severe but plausible downsides. This indicates that the Group will have sufficient funds to meet its liabilities as they fall due for that period. In preparing these forecasts, the Directors have completed extensive scenario planning, including consideration of a reduction in fee inflation, the impact of reduction in occupancy levels, increased levels of cost inflation throughout the going concern period, the potential impact of the principal risks and compliance with the debt covenant associated with the Revolving Credit Facility.

Taking the above into consideration and the principal risks of the Group, the Directors believe that there are no material uncertainties to the Group's and Company's ability to operate as a going concern and to continue realising its assets and discharging its liabilities in the normal course of business. It is, therefore, appropriate to prepare the financial statements on a going concern basis.

3 Operating segments

Information reported to senior management for the purposes of resource allocation and assessment of performance of each segment focuses on the type of care services provided by the Group. The Group operates solely within the UK therefore no geographical segment reporting has been disclosed. The primary business segments stated below are based on the Group's management and internal reporting structure.

- Registered: supporting individuals in our specially adapted homes; and
- Community Based Care: supporting individuals in their own home promoting independence

The reported segmental information represents income and expenditure generated from external customers and external suppliers only. There were no inter-segment transactions reported during the current period (2023: £Nil).

Although it is not a requirement or intention to comply with IFRS 8, Management have elected to disclose information in relation to the Group's operating segments.

The accounting policies of the reportable segments are the same as the Group's accounting policies described in note 2. Segment profits represents adjusted EBITDA earned by each segment without allocation of non-underlying items as well as finance costs which is in conjunction with the information reported to senior management.



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued
For the 3 month period ended 30 June 2024

3 Operating segments - continued

	<i>Segment results</i>		
	Registered	Community Based Care	Group
For the 3 month period ended 30 June 2024	£000	£000	£000
Revenue	60,757	32,391	93,148
Adjusted EBITDA (before non-underlying items)	8,306	2,515	10,821
Non-underlying items			(529)
Adjusted EBITDA (after non-underlying items)			10,292
Depreciation and impairment of property, plant and equipment			(4,321)
Profit on disposal of assets			94
Amortisation of intangible assets			(606)
Net finance expense			(4,372)
Taxation			(348)
Profit for the period			739

	<i>Segment results</i>		
	Registered	Community Based Care	Group
For the 3 month period ended 30 June 2023	£000	£000	£000
Revenue	54,454	30,069	84,523
Adjusted EBITDA (before non-underlying items)	5,710	1,455	7,165
Non-underlying items			(631)
Adjusted EBITDA (after non-underlying items)			6,534
Depreciation and impairment of property, plant and equipment			(3,931)
Profit on disposal of assets			62
Amortisation of intangible assets			(819)
Net finance expense			(4,282)
Taxation			(321)
Loss for the period			(2,757)



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

4 Non-underlying items

The Group separately identifies and discloses certain items, referred to as non-underlying items, by virtue of size and nature. This is consistent with the way that financial performance is measured by senior management and assists in providing a meaningful analysis of operating results by excluding items that may not be part of the ordinary activity of the business.

The following table details the non-underlying items that have been incurred in the period:

		3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
<i>Non-underlying items:</i>	Note		
Consultancy fees	a	19	31
Employment related costs	b	117	93
Project costs	c	-	52
Share-based payments	d	366	455
Integration and acquisition costs	e	27	-
Impairment of property, plant & equipment	f	-	142
Taxation	g	(41)	(62)
		488	711

The key elements of the expenditure for both periods are set out below:

(a) Consultancy fees

For the 3 month period ended 30 June 2024, the Group incurred costs of £19k in relation to professional advice and consultancy services (3 month period ended 30 June 2023: £31k).

(b) Employment related costs

For the 3 month period ended 30 June 2024, the Group incurred costs of £117k in relation to changes and retaining its key management personnel (3 month period ended 30 June 2023: £93k).

(c) Project costs

During the 3 month period ended 30 June 2023, the Group continued a programme to improve the quality, accuracy and support for its customers by investing in its head office and operational function, including the implementation of an operational ERP system, as a result fees £52k were incurred (30 June 2024: £Nil).



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued
For the 3 month period ended 30 June 2024

4 Non-underlying items - continued

(d) Share-based payments

During the 3 month period ended 30 June 2024, the Group expensed non-cash shared-based payments for key management personnel and senior employees of £366k (3 month period ended 30 June 2023: £455k).

(e) Integration and acquisition costs

For the 3 month period ended 30 June 2024, the Group incurred costs of £27k in relation to the acquisition of KDL Investments Limited and its subsidiary undertakings (3 month period ended 30 June 2023: £Nil).

(f) Impairment of property, plant and equipment

The Group recognises an impairment charge where the carrying amount of an asset exceeds its recoverable amount. For the 3 month period ended 30 June 2024, an impairment charge of £Nil was incurred (3 month period ended 30 June 2023: £142k).

(g) Taxation

For the 3 month period ended 30 June 2024, a taxation credit of £41k arose as a result of certain non-underlying items (3 month period ended 30 June 2023: £62k).



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

5 Operating profit before taxation	3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
---	---	---

Operating profit before taxation is stated after charging / (crediting):

Continuing operations

Direct expenses and consumables	2,422	2,148
Staff costs:		
Wages and salaries	63,903	59,299
Social security costs	5,257	4,642
Other pension costs	1,330	1,234
Operating lease rentals:		
Other lease rentals	87	177
Plant and machinery	88	77
Depreciation of property, plant & equipment	4,321	3,789
Impairment of property, plant & equipment	-	142
Profit on disposal of assets	(94)	(62)
Amortisation of intangible assets	606	819
Other external charges	9,769	10,412
	87,689	82,677



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued
For the 3 month period ended 30 June 2024

6 Finance income

	3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
<i>Continuing operations</i>		
Bank interest receivable	102	84

7 Finance expense

	3 months ended 30 June 2024 £000	3 months ended 30 June 2023 £000
<i>Continuing operations</i>		
Bank interest including RCF fees	234	200
Loan notes interest	4,008	3,986
Unwinding of lease liabilities	202	145
Other finance costs	30	35
	<u>4,474</u>	<u>4,366</u>

Loan notes interest comprises interest on Senior Secured Notes of £3,672k for the 3 month period ended 30 June 2024 (3 month period ended 30 June 2023: £3,672k) and amortisation of issue costs and original issue discount of £336k for the 3 month period ended 30 June 2024 (3 month period ended 30 June 2023: £314k).

8 Taxation

The Group's underlying consolidated effective tax rate in respect of continuing operations for the 3 month period ended 30 June 2024 is 24.1% (3 month period ended 30 June 2023: 23.0%).

The Group's consolidated total effective tax rate in respect of continuing operations for the 3 month period ended 30 June 2024 is 32.0% (3 month period ended 30 June 2023: 13.2%).

The taxation is recognised based on management's best estimate of the weighted-average annual tax rate expected for the full financial year multiplied by the pre-tax income of the interim reporting period.



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

9 Goodwill

	30 June 2024	30 June 2023	31 March 2024
	£000	£000	£000
Cost			
Opening cost	57,812	57,812	57,812
Acquisitions (1)	22,211	-	-
Closing cost	<u>80,023</u>	<u>57,812</u>	<u>57,812</u>
Accumulated impairment charge			
Opening and closing impairment	<u>8,556</u>	<u>8,556</u>	<u>8,556</u>
Net book value			
Closing net book value	<u>71,467</u>	<u>49,256</u>	<u>49,256</u>
Opening net book value	<u>49,256</u>	<u>49,256</u>	<u>49,256</u>

(1) The acquisition accounting for the acquisition is yet to be finalised and therefore the figures stated above are provisional and subject to any amendments (see note 15).

10 Intangible assets

	30 June 2024	30 June 2023	31 March 2024
	£000	£000	£000
Cost			
Opening cost	26,182	23,963	23,963
Additions	659	500	2,370
Disposals	-	-	(151)
Closing cost	<u>26,841</u>	<u>24,463</u>	<u>26,182</u>
Amortisation			
Opening amortisation	18,674	16,734	16,734
Provided during the period	606	819	2,090
On disposals	-	-	(150)
Closing amortisation	<u>19,280</u>	<u>17,553</u>	<u>18,674</u>
Net book value			
Closing net book value	<u>7,561</u>	<u>6,910</u>	<u>7,508</u>
Opening net book value	<u>7,508</u>	<u>7,229</u>	<u>7,229</u>



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

11 Property, plant and equipment

	30 June 2024	30 June 2023	31 March 2024
	£000	£000	£000
Cost			
Opening cost	555,895	542,160	542,160
Additions	5,910	4,450	27,157
Acquisitions	6,194	-	-
Assets classified as held for sale	-	(3,719)	-
Disposals	(342)	(209)	(13,422)
Closing cost	<u>567,657</u>	<u>542,682</u>	<u>555,895</u>
Depreciation			
Opening depreciation	180,225	170,025	170,025
Charge for the period	4,321	3,789	17,550
Impairment	-	142	2,588
Assets classified as held for sale	-	(2,276)	-
Disposals	(344)	(209)	(9,938)
Closing depreciation	<u>184,202</u>	<u>171,471</u>	<u>180,225</u>
Net book value			
Closing net book value	<u>383,455</u>	<u>371,211</u>	<u>375,670</u>
Opening net book value	<u>375,670</u>	<u>372,135</u>	<u>372,135</u>

12 Non-current assets classified as held for sale

Management have committed to a plan to sell a number of properties through a sale transaction rather than through continuing operational use. Accordingly, the properties are being presented as assets held for sale. Efforts to sell the non-current assets have started and a sale is expected to be completed within one year from the date of classification.

As at 30 June 2024, the assets classified as held for sale were £Nil (30 June 2023: £1,443k and 31 March 2024: £Nil).

13 Loans and borrowings

	30 June 2024	30 June 2023	31 March 2024
	£000	£000	£000
Bank loans	9,000	5,000	6,000
Loan notes	246,194	244,881	245,858
Lease liabilities	16,502	15,652	17,899
	<u>271,696</u>	<u>265,533</u>	<u>269,757</u>



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

13 Loans and borrowings - continued

Loan notes include unamortised issue costs and original issue discount of £3,806k (30 June 2023: £5,119k and 31 March 2024: £4,142k) which after deducting from the loan note balance due of £250 million results in a net loan note liability of £246,194k (30 June 2023: £244,881k and 31 March 2024: £245,858k).

As at 30 June 2024 there was accrued interest of £5,550k (30 June 2023: £5,550k and 31 March 2024: £1,878k) included within accruals disclosed within current liabilities in the Statement of Financial Position but excluded from this note.

Total debt can be analysed as falling due:

	30 June 2024 £000	30 June 2023 £000	31 March 2024 £000
In one year or less	14,137	9,056	11,571
Between one and five years	255,489	253,504	255,940
After five years	2,070	2,973	2,246
	<u>271,696</u>	<u>265,533</u>	<u>269,757</u>

Loan notes

The Group issued £250 million Senior Secured Loan notes due 2027. The Notes are listed on the International Stock Exchange. Accrued interest on the Loan Notes is cash settled bi-annually. In addition, the Group is party to a £50 million Revolving Credit Facility, of which £41 million is undrawn as at 30 June 2024. The security granted on the Senior Secure Notes and RCF is detailed in note 15.

The fair value of £250 million Senior Secured Loan Notes as at 30 June 2024 was £213,750k (30 June 2023: £200,575k and 31 March 2024: £205,260k).

The interest rate and repayment terms of these loan notes are as follows:

Debt instruments	Currency	Loan balance £000	Interest rate	Repayment terms
Senior Secured Loan Notes	GBP	250,000	5.875%	Feb-27
Revolving Credit Facility				
Utilised	GBP	9,000	SONIA + 3.25%	Nov-26
Non utilised	GBP	41,000	1.1%	Nov-26

14 Provisions

The Group's dilapidation provision is determined by discounting expected cash outflows at a pre-tax rate that reflects current market assessments of the time value of money. The provisions recognised will unwind over the term of each lease.



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued

For the 3 month period ended 30 June 2024

15 KDL Investments acquisition

On 22 April 2024, the Group acquired 100% of the issued share capital of KDL Investments Limited and its subsidiary undertakings. The principal activities of the acquired group is to provide similar services to that of the Voyage Care Group with the aim to further increase Voyage's presence in the market place and help achieve the Group's sustainable growth strategy.

The provisional fair value of the assets acquired and the resulting goodwill is set out below:

	Book value	Fair value adjustment	Fair value
	£000	£000	£000
Property, plant and equipment	6,194	-	6,194
Trade and other receivables	1,371	-	1,371
Cash in hand, bank	227	-	227
Trade and other payables	(3,493)	-	(3,493)
Accruals and deferred income	(401)	-	(401)
Deferred tax liability	(328)	-	(328)
	<u>3,570</u>	<u>-</u>	
Net assets			<u>3,570</u>
Goodwill			<u>22,211</u>
			<u>25,781</u>
Satisfied by:			
Cash			25,781
Total cost of acquisition			<u>25,781</u>

The acquisition accounting for the acquisition is yet to be finalised and therefore the figures stated above are provisional and subject to any amendments.

The Group incurred acquisition costs of £27k which have been expensed as a non-underlying item in the Statement of Profit and Loss.

As at the date of approval of the interim financial statements, the completion accounting on the transaction has not been finalised and therefore the figures stated above are provisional and subject to final amendment. There is no earn out arrangement.



Voyage BidCo Limited

Notes to the Condensed Consolidated Financial Statements (unaudited) continued
For the 3 month period ended 30 June 2024

16 Contingent liability

Security granted on the Senior Secured Notes and the Revolving Credit Facility

Certain wholly owned subsidiaries in the Voyage Care Group have guaranteed the amounts due under the Senior Secured Loan Notes and the Revolving Credit Facility. The Group's feehold and long leasehold properties are subject to a registered debenture that forms security for the aforementioned loans and borrowings.

Regulatory obligations

In the ordinary course of Voyage Care's business and in line with other operators in the sector, at any point in time there will be a number of incidents recorded in services that are under investigation either internally or by external parties. If an external investigation concludes that the group has not met its regulatory obligations or its legal duties, the group may incur financial penalties. At the time of approving the accounts, the timing and quantum of any financial penalties for matters under external investigation are unknown.

17 Controlling party

The Company's immediate parent undertaking is Voyage Care BidCo Limited which is registered in England and Wales. At the period end, the Directors consider the ultimate controlling party to be the Kuwait Investment Authority, which is registered at Ministries Complex, Al Murqab, P.O. Box: 64, Safat, Zip Code: 13001, Kuwait City, Kuwait.

The largest parent in which the results of the Company are consolidated is VC Healthcare TopCo Limited. Copies of the Group financial statements are available from 3rd floor, 44 Esplanade, St Helier, JE4 9WG, Jersey.