

## Ratio Compliance Certificate

To: Worcestershire County Council and The County of Herefordshire District Council ("The Lenders").

Attention: Rob Wilson

From: Mercia Waste Management Limited

**The senior term loan facilities agreement dated 30<sup>th</sup> December 2022 between, among others, Mercia Waste Management and the Lenders (the "Senior Term Loan Facilities Agreement")**

We refer to the Senior Term Loan Facilities Agreement. Terms defined in the Senior Term Loan Facilities Agreement have the same meaning in this notice.

Pursuant to clause 15.8 (Ratio Compliance Certificate) of the Senior Term Loan Facilities Agreement we confirm that:

(a)

- (i) the Historic Annual Debt Service Cover Ratio on 31 December 2022 was not required;
- (ii) the Projected Annual Debt Service Cover Ratio on 31 December 2022 was 1.72; and
- (iii) the Loan Life Cover Ratio on 31 December 2022 was 5.91 : 1; and

(b) so far as the Borrower is aware:

- (i) no Default has occurred other than any previously notified to the Lenders or waived in accordance with clause 21.3 (Remedies, Waivers, Amendments and Consents) of the Senior Term Loan Facilities Agreement

Date: 16th February 2023

By: 

Director