

Financial ratios applying to Heathrow (SP) Limited and Heathrow Finance plc



Consolidated level in the group structure at which ratio is calculated		External financings covered by ratios	Document/financing under which ratios measured	Financial ratios used in financing	Trigger levels of ratios	Covenant levels of ratios	Historical ratios at 31 December 2012 ⁽¹⁾	Historical ratios at 31 December 2013 ⁽²⁾	Historical ratios at 31 December 2014 ⁽³⁾	Historical ratios at 31 December 2015 ⁽⁴⁾	Historical ratios at 31 December 2016 ⁽⁵⁾	Historical ratios at 31 December 2017 ⁽⁶⁾	Historical ratios at 31 December 2018 ⁽⁷⁾	Historical ratios at 31 December 2019 ⁽⁸⁾	Historical ratios at 31 December 2020 ⁽⁹⁾	Historical ratios at 31 December 2021 ⁽¹⁰⁾	Historical ratios at 31 December 2022 ⁽¹¹⁾
Heathrow (SP) Limited																	
	Bonds		Common Terms Agreement relating to Bonds and Bank Facilities	Senior Regulatory Asset Ratio ⁽¹⁰⁾	72.5%	92.5%	66.2%	67.6%	68.0%	67.5%	66.7%	67.3%	68.2%	66.6%	68.4%	64.6%	64.9%
	Bank Facilities			Junior Regulatory Asset Ratio ⁽¹⁰⁾	85.0%	n/a	76.7%	77.2%	78.4%	78.7%	78.2%	78.4%	76.6%	74.8%	79.6%	76.3%	76.0%
				Senior Interest Cover Ratio ⁽¹¹⁾	1.40x	1.05x	2.62x	3.08x	2.94x	2.90x	3.12x	3.47x	3.72x	3.74x	-0.50x	10.36x	10.97x
				Junior Interest Cover Ratio ⁽¹¹⁾	1.20x	n/a	2.30x	2.43x	2.40x	2.36x	2.50x	2.76x	2.94x	3.15x	-0.43x	3.15x	6.97x
Heathrow Finance plc																	
	£300 million Bond Due 2024		Facilities Agreements and Bond Trust Deed	Group Regulatory Asset Ratio ⁽¹⁰⁾⁽¹²⁾	n/a	92.5%	81.6%	82.4%	84.5%	84.9%	85.4%	86.6%	86.3%	86.5%	91.7%	88.4%	82.3%
	£250 million Bond Due 2025			Junior Regulatory Asset Ratio ⁽¹⁰⁾⁽¹³⁾	82.0%	n/a	76.7%	77.2%	78.4%	78.7%	78.2%	78.4%	76.6%	74.8%	79.6%	76.3%	76.0%
	£275 million Bond Due 2027			Group Interest Cover Ratio ⁽¹¹⁾	n/a	1.00x	2.08x	2.22x	2.20x	2.12x	2.25x	2.48x	2.62x	2.71x	-0.36x	1.37x	4.44x
	£300 million Bond Due 2029																

Notes

(1) As disclosed in Heathrow (SP) Limited press release dated 18 February 2013

(2) As disclosed in Heathrow (SP) Limited press release dated 24 February 2014

(3) As disclosed in Heathrow (SP) Limited press release dated 23 February 2016. The Interest Cover Ratios for 2014 have been restated to be consistent with the approach adopted in 2015 to treat severance costs as ordinary items rather than exceptional items

(4) As disclosed in Heathrow (SP) Limited press release dated 23 February 2016

(5) As disclosed in Heathrow (SP) Limited press release dated 24 February 2017

(6) As disclosed in Heathrow (SP) Limited press release dated 22 February 2018

(7) As disclosed in Heathrow (SP) Limited press release dated 21 February 2019

(8) As disclosed in Heathrow (SP) Limited press release dated 26 February 2020

(9) As disclosed in Heathrow (SP) Limited press release dated 24 February 2021

(10) As disclosed in Heathrow (SP) Limited press release dated 23 February 2022

(11) As disclosed in Heathrow (SP) Limited press release dated 23 February 2023

(12) Regulatory Asset Ratio is the ratio of net debt to RAB and RAB is the Regulatory Asset Base

(13) Senior Interest Cover Ratio, Junior Interest Cover Ratio and Group Interest Cover Ratio is the ratio of (a) Cash Flow from Operations excluding exceptional items (EBITDA adjusted for working capital movement less tax and 2% of RAB) to (b) Interest and equivalent recurring finance charges paid or forecast to be paid on Senior Debt, Junior Debt or Group Debt as appropriate

(14) The Group Regulatory Asset Ratio covenant increased to 95.0% for the testing date occurring on 31 December 2020, 93.5% for the testing date occurring on 31 December 2021 and 92.5% thereafter.

(15) The Junior Regulatory Asset Ratio 82% trigger level applying in the Heathrow Finance plc financing results in a lock-up on distributions at Heathrow Finance plc but still permits distributions to occur from Heathrow (SP) Limited to Heathrow Finance plc so long as the Junior Regulatory Asset Ratio at Heathrow (SP) Limited does not exceed 85%.