

**Driver UK Multi-Compartment S.A.  
Société Anonyme**

**AUDITED ANNUAL ACCOUNTS  
FOR THE FINANCIAL YEAR ENDED  
31 MARCH 2021**

**Registered office:  
22-24, boulevard Royal  
L-2449 Luxembourg**

**RCS Luxembourg : B 189.629**

**Driver UK Multi-Compartment S.A.**

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## **Driver UK Multi-Compartment S.A.**

### **MANAGEMENT REPORT**

The Board of Directors of Driver UK Multi-Compartment S.A. (the "Company") herewith submits its report for the year ending 31 March 2021.

#### **General**

The Company is a Securitisation Company within the meaning of the Law of March 22, 2004 on Securitisation (the "Securitisation Law") and has as its corporate purpose the securitisation of receivables.

The Company may, in accordance with the terms of the Securitisation Law, and in particular its article 5, create one or more compartments. Each compartment shall, unless otherwise provided for in the resolution of the Board of Directors creating such compartment, correspond to a distinct part of the assets and liabilities in respect of the corresponding funding.

#### **Summary of activities**

##### ***Compartment Driver UK Three***

On 27 April 2020, the Company decided to liquidate the compartment named Compartment Driver UK Three.

##### ***Compartment Driver UK Four***

On 23 September 2016, the Company created a compartment named Compartment Driver UK Four ("C4"). C4 purchased receivables arising from the financing of the purchase of motor vehicles by customers by way of hire purchase, personal contract plans or lease purchase (the "Receivables") originated by Volkswagen Financial Services (UK) Limited ("VWFS").

The purchase of the Receivables was financed by the issuance of Class A Notes, Class B Notes and a Subordinated Loan.

During the financial year, the Receivables principal was decreased (i) by payments collected from VWFS in the amount of GBP 11,584,390.39 (2020: GBP 199,420,866.24), (ii) by defaulted receivables in the amount of GBP 54,974.63 (2020: GBP 11,956,473.47) and (iii) by other ineligible receivables in the amount of GBP 3,463,035.35 (2020: nil).

On 25 June 2020, C4 was cleaned-up and the remaining balance of the Receivables in the total amount of GBP 68,132,183.01 was repurchased by VWFS and subsequently the remaining balance of Class A Notes (GBP 47,135,948.19), Class B Notes (GBP 8,622,721.22) and Subordinated Loan (GBP 12,310,488.34) were fully repaid.

##### ***Compartment Driver UK Five***

On 6 January 2017, the Company created a compartment named Compartment Driver UK Five ("C5"). C5 purchased receivables arising from the financing of the purchase of motor vehicles by customers by way of hire purchase, personal contract plans or lease purchase (the "Receivables") originated by VWFS.

The purchase of the Receivables was financed by the issuance of Class A Notes, Class B Notes and a Subordinated Loan.

During the financial year, the Receivables principal was decreased (i) by payments collected from VWFS in the amount of GBP 45,342,201.68 (2020: GBP 136,132,655.86), (ii) by defaulted receivables in the amount of GBP 2,108,135.53 (2020: GBP 6,024,887.92) and (iii) by other ineligible receivables in the amount of GBP 2,272,459.12 (2020: nil).

On 25 October 2020, C5 was cleaned-up and the remaining balance of the Receivables in the total amount of GBP 40,883,888.33 was repurchased by VWFS and subsequently the remaining balance of Class A Notes (GBP 38,337,466.26), Class B Notes (GBP 4,162,353.49) and Subordinated Loan (GBP 4,653,657.62) were fully repaid.

##### ***Compartment Private Driver UK 2016-1***

On 30 March 2021, the Company decided to liquidate the compartment named Compartment Private Driver UK 2016-1 ("PD2016-1").

##### ***Compartment Driver UK Six***

On 4 July 2017, the Company created a compartment named Compartment UK Driver Six ("C6"). C6 purchased receivables arising from the financing of the purchase of motor vehicles by customers by way of hire purchase, personal contract plans or lease purchase (the "Receivables") originated by VWFS.

The purchase of the Receivables has been financed by the issuance of Class A Notes, Class B Notes and a Subordinated Loan.

##### **Portfolio of Receivables**

During the financial year, the Receivables principal held by C6 was decreased (i) by payments collected from VWFS in the amount of GBP 113,067,913.70 (2020: GBP 138,312,622.64), (ii) by defaulted receivables in the amount of GBP 4,215,942.63 (2020: GBP 2,990,678.01) and by the sale of other ineligible receivables in the amount of GBP 4,104,779.85 (2020: GBP nil).

The balance of Receivables for C6 as at 31 March 2021 is GBP 46,652,094.08 (2020: GBP 168,040,730.26).

**Driver UK Multi-Compartment S.A.**

**MANAGEMENT REPORT**

**Summary of activities (continued)**

**Floating Rate Asset Backed Registered Notes (hereafter the "Class A Notes" or "Class B Notes" and collectively the "Notes")**

During the financial year, C6 repaid an amount of GBP 87,483,812.13 (2020: GBP 97,865,366.04) on the principal of the Class A Notes and an amount of GBP 8,123,497 (2020: GBP 9,087,498.28) on the principal of the Class B Notes.

**Subordinated Loan**

During the year, C6 repaid an amount of GBP 30,679,976.20 (2020: GBP 34,337,488.93) on the Subordinated Loan.

***Compartment Private Driver UK 2018-1***

On 25 April 2017, the Company created a compartment named Compartment Private Driver UK 2018-1 ("PD2018-1"). PD2018-1 purchased receivables arising from the financing of the purchase of motor vehicles by customers by way of hire purchase, personal contract plans or lease purchase (the "Receivables") originated by VWFS.

The purchase of the Receivables has been financed by the issuance of Class A Notes, Class B Notes and a Subordinated Loan.

**Portfolio of Receivables**

During the financial year, the Receivables was decreased (i) by payments collected from VWFS in the amount of GBP 536,219,675.10 (2020: GBP 472,141,405.11), (ii) by defaulted receivables in the amount of GBP 11,732,556.35 (2020: GBP 5,946,588.28) and (iii) by the sale of ineligible receivables in the amount of GBP 7,217,398.07 (2020: GBP nil).

The balance of Receivables for PD2018-1 as at 31 March 2021 is GBP 676,879,257.60 (2020: GBP 1,232,048,887.12).

**Floating Rate Asset Backed Registered Notes (hereafter the "Class A Notes" or "Class B Notes" and collectively the "Notes")**

As at 31 March 2021, PD2018-1 has redeemed an amount of GBP 423,180,325 (2020: GBP 0) on the principal of the Class A Notes and an amount of GBP 36,112,774 (2020: GBP 0) on the principal of the Class B Notes during the year.

**Subordinated Loan**

During the financial year, PD2018-1 repaid an amount of GBP 86,366,123.59 on the Subordinated Loan principal (2020: nil).

***Compartment Private Driver UK 2020-1***

On 10 March 2020, the Company created a compartment named Compartment Private Driver UK 2020-1 ("PD2020-1"). PD2020-1 purchased receivables arising from the financing of the purchase of motor vehicles by customers by way of hire purchase, personal contract plans or lease purchase (the "Receivables") originated by VWFS.

The purchase of the Receivables has been financed by the issuance of Class A Notes, Class B Notes and a Subordinated Loan.

**Portfolio of Receivables**

During the financial year, the initial purchase of the Receivables in the amount of GBP 350,013,364.72 was increased by way of reinvestment of funds collected (Top-Up) amounting to GBP 130,962,156.37 and by GBP 350,000,000.00 by way of additional issuances of Notes (Tap-Up). The Receivables principal was also decreased (i) by payments collected from VWFS in the amount of GBP 135,943,823.14, (ii) by defaulted receivables in the amount of GBP 110,617.21 and (iii) by the sale of ineligible receivables in the amount of GBP 1,853,831.50.

The balance of Receivables for PD2020-1 as at 31 March 2021 is GBP 693,067,249.24.

**Floating Rate Asset Backed Registered Notes (hereafter the "Class A Notes" or "Class B Notes" and collectively the "Notes")**

During the financial year, PD2020-1 has issued additional Class A Notes for an amount of GBP 253,400,000.00 and Class B Notes for an amount of GBP 29,900,000.00 and has not redeemed any Notes (2020: nil).

**Subordinated Loan**

During the financial year, PD2020-1 has been granted additional amount of GBP 52,980,000.00 on the Subordinated Loan principal (2020: nil).

## **Driver UK Multi-Compartment S.A.**

### **MANAGEMENT REPORT**

#### **Measures taken in the context of coronavirus disease:**

In the first months of 2020, a pandemic of coronavirus disease 2019 (COVID-19) spread around the world, leading to numerous cases and casualties and causing an economic instability. VWFS has implemented a payment holiday with term extension for contracts with 3 - 18 months from maturity date ("COVID-19 Extension"). This measure is on demand and do not impact all contracts. Following that, management has agreed with VWFS and signed with all parties deed of amendment in respect of the incorporated terms memorandum, the trust agreement, the servicing agreement and the account agreement in June 2020, with the following measures:

- implementation of a Collateral Residual Value Buffer made available by VWFS to the Company on each purchased receivables starting in June 2020;
- VWFS pays to the Company a deemed collection on the Receivables subject to COVID-19 Extension in order to compensate the impact. These measures were communicated to Noteholders by issuance of notices which are available on the Luxembourg Stock Exchange website.

Following the measures taken, the Board of Directors is of the view that there is no impact of COVID-19 and the Company is in its full capacity to continue its usual operations. However, the Board of Directors will continue to monitor the situation as well as potential impacts on the Company.

#### **Voting rights**

Each issued share holds one vote in a Meeting of Shareholders. No special voting rights exist, nor does the sole Shareholder have any special right of control.

#### **Acquisition of own shares**

The Company may, to the extent and under the terms permitted by law, purchase its own shares. During the financial year ended 31 March 2021 the Company has not purchased any of its own shares.

#### **Research and development activities**

The Company was neither involved nor participated in any kind of research or development activities in the year ended 31 March 2021.

#### **Branches and participations of the Company**

The Company does not have any branches or participations.

#### **Board of Directors**

The Company is managed by a Board of Directors comprising of at least three members. The directors, whether shareholders or not, who are appointed for a period not exceeding six years by the Sole Shareholder, who may at any time remove them.

The Board of Directors is vested with the powers to perform all acts of administration and disposition in compliance with the corporate objects of the Company. The Company will be bound in any circumstances by the joint signatures of two members of the Board of Directors unless special decisions have been reached concerning the authorised signature in case of delegation of powers or proxies.

On 28 January 2021, Mrs S.Gill resigned from her position of Directors and was replaced by Mrs H. Grine-Siciliano.

As at 31 March 2021, the Board of Directors is composed of Mrs. Z.H. Cammans, Mrs. M. Mussai-Ramassur and Mrs H. Grine-Siciliano.

#### **Corporate Governance**

The Board of Directors duly notes that, based on Article 52 of the law of 23 July 2016 concerning the audit profession (the "Audit Law"), the Company is classified as a public-interest entity and is required to establish an audit committee.

However, the Company's sole business is to act as issuer of asset-backed securities as defined in point (5) of Article 2 of Commission regulation (EC) N° 809/2004. Therefore, it is exempted from the audit committee obligation based on Article 52 (5) c).

The Company has concluded that the establishment of a dedicated audit committee or an administrative or supervisory body entrusted to carry out the function of an audit committee is not appropriate for the nature and extent of the Company's business which consists merely of an interest in assets to which the limited recourse Notes issued are linked. Furthermore, the Company operates in a strictly defined regulatory environment (e.g. Securitisation Law, CSSF supervision, listing on EU-regulated market) and is subject to respective governance mechanisms.

**Driver UK Multi-Compartment S.A.**

**MANAGEMENT REPORT**

**Corporate Governance - Internal control and risk management procedures**

The Board of Directors is responsible for managing the Company and carefully managing the Company's system of internal control and risk management. Its members are jointly accountable for the management of the Company and ensure that the statutory and legal requirements and obligations of the Company are met and complied with.

The Board of Directors has the overall responsibility for the Company's system of internal control and for achieving its effectiveness. This system of internal control is designed to manage, rather than eliminate, risk of failure to achieve business objectives and can only provide reasonable and not absolute assurance against material misstatement or loss. The Company operates a management structure with clear delegated authority levels and clear functional reporting lines and accountability. All relevant decisions are subject to appropriate authorisation procedures. The Board of Directors monitors financial and operational performance and compliance controls on a continuing basis and identifies and responds to business risks as they arise.

**Related business risks**

Credit risk:

The Company may be exposed to a credit risk with third parties with whom it trades and may also bear the risk of settlement default.

Counterparty risk:

Some of the assets and derivatives will expose the Company to the risk of Counterparty default.

Interest rate risk:

The Receivables bear interest at fixed rates while the Notes and the Subordinated Loan will bear interest at floating rates based on 1-month LIBOR. The Company will hedge afore-described interest rate risk related to the Notes and will use payments made by the swap counterparties to make payments on the Notes on each Payment date. The Subordinated Loan is not covered by such swap transactions. The Board of Directors considers however that the Excess Spread of the structure would cover any movements in 1-month LIBOR.

The liquidity risk, market risk, currency risk and the price risk are not defined as the Directors of the Company believe that these risks are not applicable for the Company or are not deemed as principal risks to the Company as a whole.

**Subsequent events**

On 25 May 2021, C6 entered into a Repurchase Agreement with the Originator of the Permitted Assets for the clean-up transaction. Pursuant to the Repurchase Agreement, the remaining balance of the Permitted Assets was repurchased and the Notes fully repaid.


On 25 May 2021, the Board of Directors of the Company resolved to liquidate PD2016-1.


No event has occurred subsequent to the year-end which would have a material impact on the annual accounts as at 31 March 2021.

**Future outlook**

No material changes in activities are contemplated for the coming year.

Luxembourg, 30 September 2021

  
\_\_\_\_\_  
Mrs Zamyra H. Cammans  
Director

  
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Mrs Meenakshi Mussal-Ramassur  
Director

  
\_\_\_\_\_  
Mrs Hélène Grine-Siciliano  
Director

## Independent auditor's report

To the Shareholders of  
Driver UK Multi Compartment S.A.  
22-24, Boulevard Royal  
L-2449 Luxembourg

### Report on the audit of the financial statements

#### Opinion

We have audited the financial statements of Driver UK Multi Compartment S.A. (the "Company"), which comprise the balance sheet as at 31 March 2021, and the profit and loss account for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2021, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

#### Basis for opinion

We conducted our audit in accordance with EU Regulation N° 537/2014, the Law of 23 July 2016 on the audit profession (the "Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" ("CSSF"). Our responsibilities under the EU Regulation N° 537/2014, the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "réviseur d'entreprises agréé" for the audit of the financial statements" section of our report. We are also independent of the Company in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

## Existence & Valuation of lease receivables

### Risk identified

The purpose of the Company is purchasing portfolios of car lease receivables (the "Receivables") of customers from Volkswagen Financial Services Ltd (the "Originator" and "Asset Servicer") against the issuance of listed notes. The selection process of the Receivables is conducted by the Asset Servicer. Hence, controls and processes implemented by the Asset Servicer are critical to ensure that Receivables balances exist and are accurate. The Receivables as at 31 March 2021 amounted to GBP 1,416,598,600.92 representing 91.7% of the total balance sheet and related disclosures are included in Notes 2.2.2 and 3 to the financial statements. Considering the materiality of the amount involved and the judgment required in assessing the recoverability, we identified existence and valuation of lease receivables as a key audit matter.

### Our audit response

Our audit procedures over the Investments held as fixed assets included, among others:

- Obtaining the legal documentation in order to confirm the existence of a servicer agreement between the Company, the Originator and Asset Servicer;
- Obtaining a confirmation as at 31 March 2021 of the Receivables from the Originator;
- Understanding and evaluating controls and processes implemented at the Asset Servicer, including among others the IT system and controls in relation to receivables management;
- Performing a sample test on Receivables by obtaining supporting lease contracts reconciling them to the Originator source system;
- Obtaining all monthly reports from the Asset Servicer in charge of collecting, monitoring and reporting on the Receivables and we performed on a sample basis reconciliations of such monthly reports to the Asset Servicer IT system, to the accounting records of the Company, and to external bank statements;
- Recalculating, on a sample basis the amortization of lease receivables to verify outstanding principal and calculated interest income
- Reconciling reported write-offs by the Asset Servicer to the accounting records of the Company;
- Assessing the potential Covid-19 pandemic impact on the Receivables by inquiry of the Originator;
- Assessing the adequacy of the Company's disclosures in respect of the Investments held as fixed assets in Notes 2.1, 2.2.2 and 3 to the financial statements.

### **Other information**

The Board of Directors is responsible for the other information. The other information comprises the information included in the management report but does not include the financial statements and our report of the "réviseur d'entreprises agréé" thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report this fact. We have nothing to report in this regard.

#### **Responsibilities of the Board of Directors for the financial statements**

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

#### **Responsibilities of the “réviseur d'entreprises agréé” for the audit of the financial statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the “réviseur d'entreprises agréé” that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with EU Regulation N° 537/2014, the Law of 23 July 2016 and with the ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "réviseur d'entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our report unless law or regulation precludes public disclosure about the matter.

#### **Other matter**

The financial statements of the Company for the year ended 31 March 2020 were audited by another auditor who expressed an unmodified opinion on those financial statements on 27 January 2021.



### **Report on other legal and regulatory requirements**

We have been appointed as “réviseur d'entreprises agréé” by the Board of Directors on 11 February 2021 and the duration of our uninterrupted engagement, including previous renewals and reappointments, is one year.

The management report is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

The corporate governance statement, included in the management report, is the responsibility of the Board of Directors. The information required by article 68ter paragraph (1) letters c) and d) of the law of 19 December 2002 on the commercial and companies register and on the accounting records and annual accounts of undertakings, as amended, is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

We confirm that the prohibited non-audit services referred to in EU Regulation N° 537/2014 were not provided and that we remained independent of the Company in conducting the audit.

Ernst & Young  
Société anonyme  
Cabinet de révision agréé

A handwritten signature in blue ink, appearing to read 'O. Cloess', is written over a horizontal line. The signature is stylized and includes a long, sweeping underline that extends to the right.

Oliver Cloess

Luxembourg, 30 September 2021

**Annual Accounts Helpdesk :**

Tel. : (+352) 247 88 494  
 Email : centralebilans@statec.etat.lu

RCSL Nr. : B189629

Matricule : 2014 2216 575

eCDF entry date :

**BALANCE SHEET**

Financial year from <sup>01</sup> 01/04/2020 to <sup>02</sup> 31/03/2021 (in <sup>03</sup> GBP )

Driver UK Multi-Compartment S.A.  
 22-24, Boulevard Royal  
 L-2449 Luxembourg

**ASSETS**

	Reference(s)	Current year	Previous year
<b>A. Subscribed capital unpaid</b>	1101 _____	101 _____	102 _____
I. Subscribed capital not called	1103 _____	103 _____	104 _____
II. Subscribed capital called but unpaid	1105 _____	105 _____	106 _____
<b>B. Formation expenses</b>	1107 _____	107 _____	108 _____
<b>C. Fixed assets</b>	1109 _____	109 <b>1.416.598.600,92</b>	110 <b>1.573.930.885,42</b>
I. Intangible assets	1111 _____	111 _____	112 _____
1. Costs of development	1113 _____	113 _____	114 _____
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1115 _____	115 _____	116 _____
a) acquired for valuable consideration and need not be shown under C.I.3	1117 _____	117 _____	118 _____
b) created by the undertaking itself	1119 _____	119 _____	120 _____
3. Goodwill, to the extent that it was acquired for valuable consideration	1121 _____	121 _____	122 _____
4. Payments on account and intangible assets under development	1123 _____	123 _____	124 _____
II. Tangible assets	1125 _____	125 _____	126 _____
1. Land and buildings	1127 _____	127 _____	128 _____
2. Plant and machinery	1129 _____	129 _____	130 _____

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B189629

Matricule : 2014 2216 575

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131	131	132
4. Payments on account and tangible assets in the course of construction	1133	133	134
<b>III. Financial assets</b>	1135	<b>1.416.598.600,92</b>	<b>1.573.930.885,42</b>
1. Shares in affiliated undertakings	1137	137	138
2. Loans to affiliated undertakings	1139	139	140
3. Participating interests	1141	141	142
4. Loans to undertakings with which the undertaking is linked by virtue of participating interests	1143	143	144
5. Investments held as fixed assets	1145	<b>3 1.416.598.600,92</b>	<b>1.573.930.885,42</b>
6. Other loans	1147	147	148
<b>D. Current assets</b>	1151	<b>128.037.649,49</b>	<b>148.248.876,23</b>
<b>I. Stocks</b>	1153	153	154
1. Raw materials and consumables	1155	155	156
2. Work in progress	1157	157	158
3. Finished goods and goods for resale	1159	159	160
4. Payments on account	1161	161	162
<b>II. Debtors</b>	1163	<b>92.691.819,42</b>	<b>103.696.467,02</b>
1. Trade debtors	1165	165	166
a) becoming due and payable within one year	1167	167	168
b) becoming due and payable after more than one year	1169	169	170
2. Amounts owed by affiliated undertakings	1171	<b>4 92.691.819,42</b>	<b>103.696.467,02</b>
a) becoming due and payable within one year	1173	<b>92.691.819,42</b>	<b>103.696.467,02</b>
b) becoming due and payable after more than one year	1175	175	176
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177	177	178
a) becoming due and payable within one year	1179	179	180
b) becoming due and payable after more than one year	1181	181	182
4. Other debtors	1183	183	184
a) becoming due and payable within one year	1185	185	186
b) becoming due and payable after more than one year	1187	187	188

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B189629

Matricule : 2014 2216 575

	Reference(s)	Current year	Previous year
III. Investments	1189	189	190
1. Shares in affiliated undertakings	1191	191	192
2. Own shares	1209	209	210
3. Other investments	1195	195	196
IV. Cash at bank and in hand	1197 <b>5</b>	197 <b>35.345.830,07</b>	198 <b>44.552.409,21</b>
<b>E. Prepayments</b>	1199	199	200
<b>TOTAL (ASSETS)</b>		201 <b>1.544.636.250,41</b>	202 <b>1.722.179.761,65</b>

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B189629

Matricule : 2014 2216 575

**CAPITAL, RESERVES AND LIABILITIES**

	Reference(s)	Current year	Previous year
<b>A. Capital and reserves</b>			
1301 _____		<u>29.000,00</u>	307 <u>29.000,00</u>
I. Subscribed capital	1303 <u>6</u>	303 <u>29.000,00</u>	304 <u>29.000,00</u>
II. Share premium account	1305 _____	305 _____	306 _____
III. Revaluation reserve	1307 _____	307 _____	308 _____
IV. Reserves	1309 _____	309 _____	310 _____
1. Legal reserve	1311 _____	311 _____	312 _____
2. Reserve for own shares	1313 _____	313 _____	314 _____
3. Reserves provided for by the articles of association	1315 _____	315 _____	316 _____
4. Other reserves, including the fair value reserve	1429 _____	429 _____	430 _____
a) other available reserves	1431 _____	431 _____	432 _____
b) other non available reserves	1433 _____	433 _____	434 _____
V. Profit or loss brought forward	1319 _____	319 _____	320 _____
VI. Profit or loss for the financial year	1321 _____	321 <u>0,00</u>	322 <u>0,00</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
<b>B. Provisions</b>			
1331 _____		<u>25.342,99</u>	332 <u>66.010,95</u>
1. Provisions for pensions and similar obligations	1333 _____	333 _____	334 _____
2. Provisions for taxation	1335 _____	335 _____	336 _____
3. Other provisions	1337 <u>8</u>	337 <u>25.342,99</u>	338 <u>66.010,95</u>
<b>C. Creditors</b>			
1435 _____		<u>1.544.581.907,42</u>	436 <u>1.722.084.750,70</u>
1. Debenture loans	1437 _____	437 <u>1.158.723.352,14</u>	438 <u>1.302.486.870,40</u>
a) Convertible loans	1439 _____	439 _____	440 _____
i) becoming due and payable within one year	1441 _____	441 _____	442 _____
ii) becoming due and payable after more than one year	1443 _____	443 _____	444 _____
b) Non convertible loans	1445 <u>9</u>	445 <u>1.158.723.352,14</u>	446 <u>1.302.486.870,40</u>
i) becoming due and payable within one year	1447 _____	447 <u>87.848.305,23</u>	448 <u>155.630.252,02</u>
ii) becoming due and payable after more than one year	1449 _____	449 <u>1.070.875.046,91</u>	450 <u>1.146.856.618,38</u>
2. Amounts owed to credit institutions	1355 _____	355 _____	356 _____
a) becoming due and payable within one year	1357 _____	357 _____	358 _____
b) becoming due and payable after more than one year	1359 _____	359 _____	360 _____

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B189629

Matricule : 2014 2216 575

	Reference(s)	Current year	Previous year
3. Payments received on account of orders in so far as they are not shown separately as deductions from stocks	1361	361	362
a) becoming due and payable within one year	1363	363	364
b) becoming due and payable after more than one year	1365	365	366
4. Trade creditors	1367	367	368
a) becoming due and payable within one year	1369	369	370
b) becoming due and payable after more than one year	1371	371	372
5. Bills of exchange payable	1373	373	374
a) becoming due and payable within one year	1375	375	376
b) becoming due and payable after more than one year	1377	377	378
6. Amounts owed to affiliated undertakings	1379	379	380
a) becoming due and payable within one year	1381	381	382
b) becoming due and payable after more than one year	1383	383	384
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385	385	386
a) becoming due and payable within one year	1387	387	388
b) becoming due and payable after more than one year	1389	389	390
8. Other creditors	1451	451	452
a) Tax authorities	1393	393	394
b) Social security authorities	1395	395	396
c) Other creditors	1397	397	398
i) becoming due and payable within one year	1399	399	400
ii) becoming due and payable after more than one year	1401	401	402
<b>D. Deferred income</b>	1403	403	404
<b>TOTAL (CAPITAL, RESERVES AND LIABILITIES)</b>	405	406	

The notes in the annex form an integral part of the annual accounts



**Annual Accounts Helpdesk :**

Tel. : (+352) 247 88 494

Email : centralebilans@statec.etat.lu

RCSL Nr. : B189629

Matricule : 2014 2216 575

eCDF entry date :

**PROFIT AND LOSS ACCOUNT**Financial year from <sup>01</sup> 01/04/2020 to <sup>02</sup> 31/03/2021 (in <sup>03</sup> GBP )

Driver UK Multi-Compartment S.A.

22-24, Boulevard Royal

L-2449 Luxembourg

	Reference(s)	Current year	Previous year
<b>1. Net turnover</b>	1701 _____	701 _____	702 _____
<b>2. Variation in stocks of finished goods and in work in progress</b>	1703 _____	703 _____	704 _____
<b>3. Work performed by the undertaking for its own purposes and capitalised</b>	1705 _____	705 _____	706 _____
<b>4. Other operating income</b>	1713 _____ <b>12</b>	713 _____	714 _____ <b>3.204.468,82</b>
<b>5. Raw materials and consumables and other external expenses</b>	1671 _____	671 _____ <b>-17.366.246,44</b>	672 _____ <b>-20.609.897,34</b>
a) Raw materials and consumables	1601 _____	601 _____	602 _____
b) Other external expenses	1603 _____ <b>13</b>	603 _____ <b>-17.366.246,44</b>	604 _____ <b>-20.609.897,34</b>
<b>6. Staff costs</b>	1605 _____	605 _____	606 _____
a) Wages and salaries	1607 _____	607 _____	608 _____
b) Social security costs	1609 _____	609 _____	610 _____
i) relating to pensions	1653 _____	653 _____	654 _____
ii) other social security costs	1655 _____	655 _____	656 _____
c) Other staff costs	1613 _____	613 _____	614 _____
<b>7. Value adjustments</b>	1657 _____	657 _____	658 _____
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____	659 _____	660 _____
b) in respect of current assets	1661 _____	661 _____	662 _____
<b>8. Other operating expenses</b>	1621 _____ <b>14</b>	621 _____ <b>-6.414.287,35</b>	622 _____ <b>-1.149.294,95</b>

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B189629

Matricule : 2014 2216 575

	Reference(s)	Current year	Previous year
<b>9. Income from participating interests</b>	1715	715	716
a) derived from affiliated undertakings	1717	717	718
b) other income from participating interests	1719	719	720
<b>10. Income from other investments and loans forming part of the fixed assets</b>	1721	721	722
a) derived from affiliated undertakings	1723	723	724
b) other income not included under a)	1725 <b>15</b>	725 <b>100.173.160,91</b>	726 <b>128.704.671,09</b>
<b>11. Other interest receivable and similar income</b>	1727	727	728
a) derived from affiliated undertakings	1729	729	730
b) other interest and similar income	1731 <b>16</b>	731 <b>7.871,65</b>	732 <b>1.661.200,47</b>
<b>12. Share of profit or loss of undertakings accounted for under the equity method</b>	1663	663	664
<b>13. Value adjustments in respect of financial assets and of investments held as current assets</b>	1665 <b>17</b>	665 <b>-18.222.226,35</b>	666 <b>-36.405.123,02</b>
<b>14. Interest payable and similar expenses</b>	1627 <b>18</b>	627 <b>-58.173.190,38</b>	628 <b>-75.402.624,67</b>
a) concerning affiliated undertakings	1629	629 <b>-37.259.096,33</b>	630 <b>-48.903.809,38</b>
b) other interest and similar expenses	1631	631 <b>-20.914.094,05</b>	632 <b>-26.498.815,29</b>
<b>15. Tax on profit or loss</b>	1635 <b>19</b>	635	636 <b>-67,93</b>
<b>16. Profit or loss after taxation</b>	1667	667 <b>5.082,04</b>	668 <b>3.332,47</b>
<b>17. Other taxes not shown under items 1 to 16</b>	1637 <b>19</b>	637 <b>-5.082,04</b>	638 <b>-3.332,47</b>
<b>18. Profit or loss for the financial year</b>	1669	669 <b>0,00</b>	670 <b>0,00</b>

The notes in the annex form an integral part of the annual accounts

## **Driver UK Multi-Compartment S.A.**

### **NOTES TO THE ANNUAL ACCOUNTS**

#### **Note 1 - General information**

The Company is a Luxembourg public limited liability company incorporated in Luxembourg on 8 August 2014 for an unlimited period of time and is organised under the laws of Luxembourg as a "Société Anonyme" having its corporate office at 22-24, boulevard Royal, L-2449 Luxembourg, Grand-Duchy of Luxembourg. The Company is registered at the Registre du Commerce et Sociétés of Luxembourg City under number B 189.629.

The accounting period of the Company begins April 1st and terminates on March 31st.

The purpose of the Company is the Securitisation, within the meaning of the Securitisation Law, of the Receivables. The Company may enter into any agreement and perform any action necessary or useful for the purposes of securitising Permitted Assets, including, without limitation, disposing of its assets in accordance with the relevant agreements.

The Company may only carry out the above activities if and to the extent that they are compatible with the Securitisation Law.

The Company may, in accordance with the terms of the Securitisation Law, and in particular its article 5, create one or more compartments. Each compartment shall, unless otherwise provided for in the resolution of the Board of Directors creating such compartment, correspond to a distinct part of the assets and liabilities in respect of the corresponding funding. Disclosure per compartment is included as from note 25 of these audited annual accounts.

The Company is included in the consolidated accounts of Volkswagen AG, being the ultimate parent of Volkswagen Financial Services (UK) Limited, a company incorporated in the United Kingdom. Volkswagen AG is the largest body of undertakings to include the balances of the Company and its registered office is located at Berliner Ring 2, 38440 Wolfsburg, (HRB Nr. 100484) and the consolidated accounts are available at the same address.

In addition, the Company is included in the consolidated accounts of Volkswagen Financial Services (UK) Limited, forming the smallest body of undertakings of which the Company forms a part. The registered office of Volkswagen Financial Services (UK) Limited is located at Brunswick Court, Yeomans Drive, Blakelands, Milton Keynes, MK14 5LR, United Kingdom (registration number 02835230) and the consolidated accounts are available at the same address.

Capitalised terms not defined within these audited annual accounts are defined in the respective Transaction Documents of each compartment of the Company.

#### **Note 2 - Summary of significant accounting policies**

##### **2.1 Basis of preparation**

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements under the historical cost convention. Accounting policies and valuation rules are, besides the ones laid down by the Law of 19 December 2002 (as amended), determined and applied by the Board of Directors.

The preparation of annual accounts required the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the annual accounts in the period in which the assumptions changed. The Board of Directors believes that the underlying assumptions are appropriate and that the annual accounts therefore present the financial position and results fairly.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Comparative figures of captions "Amounts owed by affiliated undertakings", "Other debtors", "Non convertible loans", "Amounts owed to affiliated undertakings" as at 31 March 2020 have been reclassified to enable comparability with the figures presented as at 31 March 2021.

##### **2.2 Significant accounting policies**

The main valuation rules applied by the Company are the following:

###### **2.2.1 Formation expenses**

The formation expenses of the Company are directly charged to the profit and loss account of the year in which they are incurred.

## **Driver UK Multi-Compartment S.A.**

### **NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

#### **2.2.2 Financial assets**

Permitted Assets included in financial assets are recorded at their discounted nominal value. In case of a durable depreciation in value according to the opinion of the Board of Directors, value adjustments are made in respect of financial assets, so that they are valued at the lower figure to be attributed to them at the balance sheet date. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

Value adjustments are defined by the Company as: (a) Receivables in arrears for 6 months and does not have a stock balance (i.e. the related motor vehicle has not been returned or recovered); (b) Receivables in arrears for 3 months and the vehicle is sold or abandoned or once 180 days have passed since the contract was terminated; and (c) Lease contract was voluntarily terminated by the Obligor and the vehicle is sold or the vehicle remains in stock for more than 91 days from the date on which such vehicle was returned.

#### **2.2.3 Debtors**

Debtors are recorded at their nominal value. They are subject to value adjustments where their recoverability is either uncertain or compromised. These value adjustments are not continued if the reason for which the value adjustments were made has ceased to apply.

#### **2.2.4 Derivative financial instruments**

The Company may enter into derivative financial instruments such as swaps in order to reduce its exposure coming from the floating rate of the Notes against the fixed rate of the Permitted Assets. The interests linked to derivatives instruments are recorded on accrual basis at the closing date. Commitments relating to swap transactions are recorded in the off-balance sheet accounts (see note 23).

#### **2.2.5 Foreign currency translation**

The Company maintains its books and records in GBP. Transactions expressed in currencies other than GBP are translated into GBP at the exchange rate effective at the time of the transaction. Cash at bank, short-term debtors and creditors are translated on the basis of the exchange rates effective at balance sheet date. The exchange gains and losses are thus recorded in the profit and loss account. Other assets and liabilities are translated separately at the lower or the higher of the value converted at the historical exchange rate or the value determined on the basis of the exchange rates effective at balance sheet date. Solely the unrealised exchange losses are recorded in the profit and loss account. Realised exchange gains and losses are recorded in the profit and loss account at the moment of realisation.

Where there is an economic link between an asset and liability, these are valued in total according to the method described above and the net unrealised losses are recorded in the profit and loss account whereas the net unrealised exchange gains are not recognised.

#### **2.2.6 Provisions**

Provisions are intended to cover charges which at the balance sheet date are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

#### **2.2.7 Notes Issued**

The Notes issued are stated at par value less any repayments made to their principal.

#### **2.2.8 Creditors**

Where the amount repayable on account is greater than the amount received, the difference may be accounted for in the profit and loss account when the debt is issued.

#### **2.2.9 Interest receivable and payable**

Interest receivable and payable are recorded on an accrual basis.

#### **2.2.10 Equalisation provision**

Losses during the year as a result from sales, defaults, lower market values or cost may cause a partial reduction on the assets. Such shortfalls will be borne by the holders of the Subordinated Loans in inverse order of the priority of payments when there is no Overcollateralisation liability.

Consequently, a decrease in value will be made and deducted from the amount repayable on the Subordinated Loans / Overcollateralisation liability and booked in the profit and loss account as "Other operating income".

Similarly, in case of profit made during the year, the Equalisation provision/ Overcollateralisation charges booked in the profit and loss as "Other operating expenses" will accordingly increase the Subordinated Loans / Overcollateralisation liability.

**Driver UK Multi-Compartment S.A.****NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)****Note 3 - Financial assets**

	31-03-2021	31-03-2020
<b>Receivables</b>	GBP	GBP
Opening balance	1,573,930,885.42	2,302,012,929.39
Acquisitions for the year	830,975,521.09	476,714,646.14
Reimbursement during the year	(842,158,004.01)	(1,097,103,611.71)
Disposal for the year	(109,016,071.34)	(71,287,955.38)
Write-offs for the year due to defaulted receivables	(18,222,228.35)	(36,405,123.02)
Sale of ineligible receivables	(18,911,503.89)	-
Closing balance	<u>1,416,598,600.92</u>	<u>1,573,930,885.42</u>

Interest income derived from the Receivables for the financial year amounts to GBP 94,688,002 (2020: GBP 119,033,967) (see note 15).

Acquisition of the Receivables has been financed by the issuance of Floating Rate Notes and through receipt of Subordinated Loans (see also notes 9 and 10).

**Note 4 - Amounts owed by affiliated undertakings**

This amount stands for collections of lease receivables for the monthly period of March 2021, which are due in April 2021.

**Note 5 - Cash at bank and in hand**

	31-03-2021	31-03-2020
<b>Cash at bank</b>	GBP	GBP
Current account (*)	31,499.55	31,682.59
Distribution account	117,929.52	102,159.00
Cash collateral account	35,196,401.00	44,418,567.62
Total	<u>35,345,830.07</u>	<u>44,552,409.21</u>

(\*) The current account belongs to the General Compartment. The other accounts belong to Compartments C4, C5, C6, PD2018-1 and PD2020-1.

**Note 6 - Subscribed capital**

As at 31 March 2021, the subscribed capital amounts to GBP 29,000 and is divided into 2,900 shares fully paid-up with a par value of GBP 10 each. The authorised capital amounts to GBP 29,000.

**Note 7 - Legal reserve**

Luxembourg companies are required to allocate to a legal reserve a minimum of 5% of the annual net income, until this reserve equals 10% of the subscribed share capital. This reserve may not be distributed. No allocation has been made to the legal reserve as no profit was generated as at 31 March 2021.

**Note 8 - Provisions**

	31-03-2021	31-03-2020
<b>Other provisions</b>	GBP	GBP
Audit fees	23,858.52	64,266.20
Tax advisory fees	1,484.47	1,744.75
Total	<u>25,342.99</u>	<u>66,010.95</u>

**Driver UK Multi-Compartment S.A.**

**NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

<b>Note 9 - Non convertible loans</b>	<b>31-03-2021</b>	<b>31-03-2020</b>
	<b>GBP</b>	<b>GBP</b>
<u>becoming due and payable within one year</u>		
Interest on Class A Notes	139,474.00	311,339.16
Interest on Class B Notes	27,667.67	43,507.18
Class A Notes	79,847,766.89	138,931,874.93
Class B Notes	7,833,396.67	16,343,530.75
<b>Total becoming due and payable within one year</b>	<b>87,848,305.23</b>	<b>155,630,252.02</b>
<u>becoming due and payable after more than one year</u>		
Class A Notes	963,693,498.88	1,047,405,402.44
Class B Notes	107,181,548.03	99,451,215.94
<b>Becoming due and payable after more than one year</b>	<b>1,070,875,046.91</b>	<b>1,146,856,618.38</b>
<b>Total non convertible loans</b>	<b>1,158,723,352.14</b>	<b>1,302,486,870.40</b>

On 25 September 2017, C6 has issued an amount of GBP 340,200,000 Class A Notes and GBP 29,200,000 Class B Notes. All payments of interest and principal of each Note will be due and payable at the latest in 2026, the legal maturity date of the Notes. The Notes bear a floating rate interest of one month LIBOR plus a margin of 0.48% for Class A Notes and 0.90% for Class B Notes.

On 26 March 2018, PD2018-1 has issued an amount of GBP 918,700,000 Class A Notes and GBP 87,500,000 Class B Notes. All payments of interest and principal of each Note will be due and payable at the latest in 2028, the legal maturity date of the Notes. The Notes bear a floating rate interest of one month LIBOR plus a margin of 0.65% for Class A Notes and 1.20% for Class B Notes.

On 27 April 2020, PD2020-1 has issued an amount of GBP 506,800,000 Class A Notes and GBP 59,800,000 Class B Notes. All payments of interest and principal of each Note will be due and payable at the latest in 2028, the legal maturity date of the Notes. The Notes bear a floating rate interest of compounded daily SONIA plus a margin of 0.66% for Class A Notes and 1.23% for Class B Notes.

Payments on the Class A Notes and Class B Notes are made monthly in arrears on the 25th of each month.

The Notes are backed by substantially all of the assets of the Company consisting primarily of the Company's right, title and interest in the Receivables. All Notes are listed on the Luxembourg Stock Exchange. Class B Notes rank junior to Class A Notes.

During June 2020, deeds of amendment in respect of the incorporated terms memorandum, the trust agreement, the servicing agreement were signed for all compartments in order to incorporate the COVID-19 measures taken. All deeds of amendments were communicated to Noteholders by issuance of notices which are available on the Luxembourg Stock Exchange website.

<b>Note 10 - Amounts owed to affiliated undertakings</b>	<b>31-03-2021</b>	<b>31-03-2020</b>
	<b>GBP</b>	<b>GBP</b>
<u>- becoming due and payable within one year</u>		
Subordinated Loan	17,035,246.57	30,942,521.26
Overcollateralisation payable	14,619,728.78	27,415,758.40
Interest Compensation Ledger	12,441,341.06	14,670,287.02
Service fees	1,277,785.14	1,416,007.76
RV Collateral ledger	397,200.00	-
Interest on Subordinated Loan	140,350.59	204,627.51
<b>Total becoming due and payable within one year</b>	<b>45,911,652.14</b>	<b>74,649,201.95</b>
<u>- becoming due and payable after more than one year</u>		
Subordinated Loan	227,597,832.22	256,511,085.38
Overcollateralisation payable	112,177,027.65	88,270,249.02
<b>Total becoming due and payable after more than one year</b>	<b>339,774,859.87</b>	<b>344,781,334.40</b>
<b>Total amounts owed to affiliated undertakings</b>	<b>385,686,512.01</b>	<b>419,430,536.35</b>

The overcollateralisation payable represents (i) an excess of the permitted assets' nominal value over the nominal value of the Notes, the equalisation provision and year-end payable towards VWFS.

On 25 September 2017, Compartment Driver UK Six has been granted a Subordinated Loan in the amount of GBP 72,501,235 from Volkswagen International Luxemburg S.A bearing an interest rate of one month LIBOR plus 2.15% per annum.

During the year, C6 repaid an amount of GBP 30,679,976.20 (2020: GBP 34,337,488.93) on the Subordinated Loan.

**Driver UK Multi-Compartment S.A.**

**NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

**Note 10 - Amounts owed to affiliated undertakings (continued)**

On 26 March 2018, PD2018-1 has been granted a Subordinated Loan in the amount of GBP 217,605,567 from Volkswagen International Luxemburg S.A bearing an interest rate of one month LIBOR plus 2.85% per annum.

During the financial year, PD2018-1 repaid an amount of GBP 86,366,123.59 on the Subordinated Loan principal (2020: nil).

On 27 April 2020, PD2020-1 has been granted a Subordinated Loan in the amount of GBP 52,993,364.72 from Volkswagen International Luxemburg S.A bearing an interest rate of SONIA plus 5.00% per annum.

During the financial year, PD2020-1 has been granted additional amount of GBP 52,980,000.00 on the Subordinated Loan principal.

In order to cover the creditors risk of VWFS, VWFS has prepaid a part of the collections due for the month elapsed.

The Interest Compensation Ledger represents a period-end payable towards VWFS with respect to the excess of cash available to compensate interest shortfalls implied by early settled lease contracts.

**Note 11 - Other creditors**

	31-03-2021	31-03-2020
	GBP	GBP
Accrued interest on Swaps on Class A Notes	117,077.11	86,902.89
Accrued interest on Swaps on Class B Notes	12,319.60	8,856.42
Creditors	1,503.74	34,008.42
<b>Total</b>	<b>130,900.45</b>	<b>129,767.73</b>

**Note 12 - Other operating income**

	31-03-2021	31-03-2020
<u>Other operating income</u>	GBP	GBP
Equalisation provision (see note 2.2.10)	-	3,204,297.16
Other income	-	171.66
<b>Total</b>	<b>-</b>	<b>3,204,468.82</b>

**Note 13 - Other external expenses**

	31-03-2021	31-03-2020
	GBP	GBP
Servicer fees	17,026,392.91	20,152,261.04
Rating agency fees	142,754.32	195,244.55
Maintenance fees	79,856.23	144,963.55
Trustee services	27,967.98	30,104.12
Bank charges	26,902.10	17,866.48
Audit fees	20,746.06	66,269.12
Non deductible VAT	21,704.04	-
Legal fees	18,792.49	-
Tax advisory fees	965.74	886.45
Other miscellaneous external charges	164.57	2,302.03
<b>Total</b>	<b>17,366,246.44</b>	<b>20,609,897.34</b>

Servicer fees are equal to 1% per annum of the Discounted Receivables Balance on each payment date.

**Note 14 - Other operating expenses**

	31-03-2021	31-03-2020
	GBP	GBP
Overcollateralisation charges (see also note 2.2.10).	6,414,287.35	1,149,294.95

**Note 15 - Income from other investments and loans forming part of the fixed assets**

	31-03-2021	31-03-2020
<u>Derived from affiliated undertakings</u>	GBP	GBP
Interest income from Receivables	94,688,001.74	119,033,967.02
Interest Compensation Order of Priority Amount	5,485,159.17	9,670,704.07
<b>Total</b>	<b>100,173,160.91</b>	<b>128,704,671.09</b>

Interest income is received on a monthly basis from the Receivables.

The Interest Compensation Order of Priority Amount represents on a monthly basis the utilisation of the Interest Compensation Amount to compensate interest shortfalls implied by early settled lease contracts.

**Driver UK Multi-Compartment S.A.**

**NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

**Note 16 - Other interest receivable and similar income**

	31-03-2021	31-03-2020
<u>Other interest and similar financial income</u>	GBP	GBP
Interest income on bank accounts	7,871.65	333,409.75
Foreign exchange gains	-	2,122.86
Interest income on Swaps	-	1,325,667.86
	<u>7,871.65</u>	<u>1,661,200.47</u>

**Note 17 - Value adjustments in respect of financial assets and of investments held as current assets**

	31-03-2021	31-03-2020
	GBP	GBP
Defaulted receivables	<u>18,222,226.35</u>	<u>36,405,123.02</u>

**Note 18 - Interest payable and similar expenses**

	31-03-2021	31-03-2020
<u>Concerning affiliated undertakings</u>	GBP	GBP
Interest Compensation Amount	27,166,394.64	36,414,389.90
Interest payable on Subordinated Loan	10,092,701.69	12,489,419.48
	<u>37,259,096.33</u>	<u>48,903,809.38</u>

The Interest Compensation Amount represents on a monthly basis the amount available to the Company to compensate interest shortfalls implied by early settled lease contracts. On a monthly basis, if the Interest Compensation Amount is greater than the Interest Compensation Order of Priority Amount, the excess shall be credited to the Interest Compensation Ledger.

	31-03-2021	31-03-2020
<u>Other interest and similar expenses</u>	GBP	GBP
Interest charges on Class A Notes	9,797,880.57	19,352,237.22
Interest charges on Class B Notes	1,955,224.39	2,805,396.86
Interest expenses Class A Notes swaps	8,290,791.83	3,950,956.72
Interest expenses Class B Notes swaps	866,591.43	385,771.94
Foreign exchange losses	3,605.83	4,452.55
Total	<u>20,914,094.05</u>	<u>26,498,815.29</u>

**Note 19 - Other taxes**

The Company is subject to all taxes applicable to commercial companies in Luxembourg incorporated under the Securitisation Law.

**Note 20 - Staff**

The Company did not employ any staff during the period under review.

**Note 21 - Emoluments granted to the Members of the Board of Directors**

No emoluments have been granted to any member of the Board of Directors, nor have any obligations arisen or been entered into by the Company in respect of retirement pensions for former members of the Board of Directors.

**Note 22 - Loans or advances granted to the Members of the Board of Directors**

No loans or advances have been granted to any member of the Board of Directors.



**Driver UK Multi-Compartment S.A.**

**NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

**Note 23 - Off-Balance sheet commitments**

On 25 September 2017, Compartment Driver UK Six entered into swap agreements with Credit Agricole Corporate and Investment Bank to hedge the Company's interest rate risk derived from floating interest rate on the Notes issued (see also note 9). Settlement of the swaps is performed on the 25th day of each month. The swaps have termination dates in 2025.

On 26 March 2018, PD2018-1 entered into swap agreements with Royal Bank of Canada to hedge the Company's interest rate risk derived from floating interest rate on the Notes issued (see also note 9). Settlement of the swaps is performed on the 25th day of each month. The swaps have termination dates in 2028.

On 27 April 2020, PD2020-1 entered into Class A swap agreements with DZ Bank AG and Class B swap agreement with Banco Santander SA to hedge the Company's interest rate risk derived from floating interest rate on the Notes issued (see also note 9). Settlement of the swaps is performed on the 25th day of each month. The swaps have termination dates in 2028.

The swaps can be details as follows:

	Currency	Nominal amount	Fair value
C6 - Class A Notes swap - Credit Agricole	GBP	41,221,590.31	(14,533.00)
PD2018-1 - Class A Notes swap - RBC	GBP	495,519,675.46	(122,333.00)
PD2020-1 - Class A Notes swap - DZ Bank	GBP	506,800,000.00	(2,567.84)
		1,043,541,265.77	
C6 - Class B Notes swap - Credit Agricole	GBP	3,827,719.10	(1,331.00)
PD2018-1 - Class B Notes swap - RBC	GBP	51,387,225.60	(12,812.00)
PD2020-1 - Class B Notes swap - DZ Bank	GBP	59,800,000.00	(2,718.46)
		115,014,944.70	

The interest rate received for each swap consists of 1 month LIBOR for C6 and PD2018-1 and compounded daily SONIA for PD2020-1 plus the spread as mentioned above.

During the financial year, the net interest realised on swaps amounted to a loss of GBP 9,157,383.26 (GBP 3,011,060.80 in 2020).

**Note 24 - Audit and non-audit services**

Fees that were recognized as other external expenses for services provided during the financial year to the Company by Ernst & Young S.A. (2020: PricewaterhouseCoopers) as Réviseur d'Entreprises agréé and as authorised Cabinet de révision agréé were as follows:

	31-03-2021	31-03-2020
Amount excluding VAT	GBP	GBP
Audit fees	17,731.68	56,640.27
Other assurance services	-	-
Tax advisory services	-	-
Non-audit services	-	-
	17,731.68	56,640.27

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 25 - Balance sheet as at 31 March 2021 per compartment

	General compartment		Compartment 4		Compartment 5		Compartment PD 2016-1	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020
ASSETS	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
<b>A. Fixed assets</b>								
Financial assets								
Investments held as fixed assets	-	-	-	83,234,583.38	-	90,606,684.66	-	-
Total fixed assets	-	-	-	83,234,583.38	-	90,606,684.66	-	-
<b>B. Current assets</b>								
Debtors								
Amounts owed by affiliated undertakings	-	-	-	13,713,940.41	-	14,461,814.72	-	-
- becoming due and payable within one year	-	-	-	-	-	-	-	-
Other debtors	31,499.55	31,682.59	2,499.55	2,682.59	-	-	-	-
- becoming due and payable within one year	-	-	59,859.35	10,509,824.23	42,640.25	7,408,400.61	-	82,071.08
Cash at bank and in hand	31,499.55	31,682.59	62,358.90	24,226,447.23	42,640.25	21,870,215.33	-	82,071.08
Total current assets	31,499.55	31,682.59	62,358.90	24,226,447.23	42,640.25	21,870,215.33	-	82,071.08
<b>C. Prepayments</b>								
	-	-	-	-	-	-	-	-
<b>Total (Assets)</b>	<b>31,499.55</b>	<b>31,682.59</b>	<b>62,358.90</b>	<b>107,461,030.61</b>	<b>42,640.25</b>	<b>112,476,899.99</b>	<b>-</b>	<b>82,071.08</b>

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 25 - Balance sheet as at 31 March 2021 per compartment (continued)

ASSETS	Compartment 6		Compartment PD 2018-1		Compartment PD 2020-1		Total	
	31/03/2021 GBP	31/03/2020 GBP	31/03/2021 GBP	31/03/2020 GBP	31/03/2021 GBP	31/03/2020 GBP	31/03/2021 GBP	31/03/2020 GBP
<b>A. Fixed assets</b>								
Financial assets								
Investments held as fixed assets	46,652,094.08	168,040,730.26	676,879,257.60	1,232,048,887.12	693,067,249.24	-	1,416,598,600.92	1,573,930,885.42
Total fixed assets	46,652,094.08	168,040,730.26	676,879,257.60	1,232,048,887.12	693,067,249.24	-	1,416,598,600.92	1,573,930,885.42
<b>B. Current assets</b>								
Debtors								
Amounts owed by affiliated undertakings								
- becoming due and payable within one year	12,189,359.53	17,954,506.32	58,662,587.15	57,566,205.57	21,839,872.74	-	92,691,819.42	103,696,467.02
Other debtors								
- becoming due and payable within one year	7,580,811.72	7,506,697.04	16,803,016.43	19,013,733.66	10,828,002.77	-	35,345,830.07	44,552,409.21
Cash at bank and in hand	19,770,171.25	25,461,203.36	75,465,603.58	76,579,939.23	32,667,875.51	-	128,040,149.04	148,251,558.82
Total current assets								
<b>C. Prepayments</b>								
	-	-	-	-	-	-	-	-
<b>Total (Assets)</b>	<b>66,422,265.33</b>	<b>193,501,933.62</b>	<b>752,344,861.18</b>	<b>1,308,628,826.35</b>	<b>725,735,124.75</b>	<b>-</b>	<b>1,544,638,749.96</b>	<b>1,722,182,444.24</b>

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 25 - Balance sheet as at 31 March 2021 per compartment (continued)

	General compartment		Compartment 4		Compartment 5		Compartment PD 2016-1	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
<b>LIABILITIES</b>								
<b>A. Capital and reserves</b>								
Subscribed capital	29,000.00	29,000.00	-	-	-	-	-	-
<b>B. Provisions</b>								
Other provisions	-	-	6,141.92	13,202.19	6,141.92	13,202.19	-	13,202.19
<b>C. Creditors</b>								
Debtore loans								
Non convertible loans								
- becoming due and payable within one year	-	-	-	76,455,831.73	-	78,876,594.76	-	-
- becoming due and payable after more than one year	-	-	-	-	-	-	-	-
Amounts owed to affiliated undertakings								
- becoming due and payable within one year	-	-	51,901.43	30,984,639.57	28,004.49	33,556,366.42	-	56,953.44
- becoming due and payable after more than one year	-	-	-	-	-	-	-	-
Other creditors								
Tax authorities	-	-	3,223.05	5,825.11	8,493.84	9,189.70	-	6,582.12
Other creditors								
- becoming due and payable within one year	2,499.55	2,682.59	1,092.50	1,592.01	-	19,546.92	-	5,333.33
<b>Total creditors</b>	<b>31,499.55</b>	<b>31,682.59</b>	<b>56,216.98</b>	<b>107,447,828.42</b>	<b>36,498.33</b>	<b>112,463,697.80</b>	<b>-</b>	<b>68,868.89</b>
<b>Total (Liabilities)</b>	<b>31,499.55</b>	<b>31,682.59</b>	<b>62,358.90</b>	<b>107,461,030.61</b>	<b>42,640.25</b>	<b>112,476,899.99</b>	<b>-</b>	<b>82,071.08</b>

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 25 - Balance sheet as at 31 March 2021 per compartment (continued)

	Compartment 6		Compartment PD 2018-1		Compartment PD 2020-1		Total	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
<b>LIABILITIES</b>								
<b>A. Capital and reserves</b>								
Subscribed capital	-	-	-	-	-	-	29,000.00	29,000.00
<b>B. Provisions</b>								
Other provisions	6,526.76	13,202.19	6,532.39	13,202.19	-	-	25,342.99	66,010.95
<b>C. Creditors</b>								
Debtore loans								
Non convertible loans								
- becoming due and payable within one year	45,054,192.39	20,587.13	78,788.24	275,238.40	83,470.45	-	45,216,451.08	155,630,252.02
- becoming due and payable after more than one year	-	140,656,618.38	546,906,901.06	1,006,200,000.00	566,600,000.00	-	1,113,506,901.06	1,146,856,618.38
Amounts owed to affiliated undertakings								
- becoming due and payable within one year	21,343,490.97	3,187,552.75	5,821,127.10	6,863,689.77	5,289,394.31	-	32,533,918.30	74,649,201.95
- becoming due and payable after more than one year	-	49,611,729.54	199,407,071.43	295,169,604.86	153,745,522.28	-	353,152,593.71	344,781,334.40
Other creditors								
Tax authorities	14,485.51	6,439.11	10,071.44	9,540.18	4,868.98	-	41,142.82	37,576.22
Other creditors								
- becoming due and payable within one year	3,569.70	5,804.52	114,369.52	97,550.95	11,868.73	-	133,400.00	132,450.32
Total creditors	66,415,738.57	193,488,731.43	752,338,328.79	1,308,615,624.16	725,735,124.75	-	1,544,584,406.97	1,722,087,433.29
<b>Total (Liabilities)</b>	<b>66,422,265.33</b>	<b>193,501,933.62</b>	<b>752,344,861.18</b>	<b>1,308,628,826.35</b>	<b>725,735,124.75</b>	<b>-</b>	<b>1,544,638,749.96</b>	<b>1,722,182,444.24</b>

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 26 - Profit and Loss account for the year ending 31 March 2021 per compartment

	Compartment 3		Compartment 4		Compartment 5		Compartment PD 2016-1	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
Other operating income	-	7,650.44	-	1,201,807.41	327,332.86	1,383,918.64	13,115.72	-
Other external expenses	-	(8,394.82)	(145,974.38)	(1,956,038.02)	(431,671.76)	(1,755,841.44)	(13,019.56)	(1,357,571.56)
Other operating expenses	-	-	(968,990.98)	-	-	-	-	(1,149,294.95)
Income from other investments and loans forming part of the fixed assets	-	-	1,607,869.01	18,626,035.50	3,226,871.74	11,666,411.32	-	16,163,799.56
- derived from affiliated undertakings	-	-	-	-	-	-	-	-
Other interest receivable and similar income	-	744.36	2,017.00	589,205.31	1,335.87	361,861.06	149.92	59,123.93
- other interest and similar income	-	-	-	-	-	-	-	-
Value adjustments in respect of financial assets and of investments held as current assets	-	-	(54,974.63)	(11,956,473.47)	(2,108,135.53)	(6,024,887.92)	-	(9,486,495.34)
Interest payable and similar expenses	-	-	(283,366.09)	(4,336,210.03)	(721,282.32)	(3,891,130.67)	-	(2,619,770.37)
- concerning affiliated undertakings	-	-	(156,579.93)	(2,167,645.38)	(294,450.86)	(1,739,649.67)	(246.08)	(1,609,113.21)
- other interest and similar expenses	-	-	-	-	-	-	-	-
Tax on profit or loss	-	-	-	(17.01)	-	(17.00)	-	-
<b>Profit or loss after taxation</b>	-	-	-	<b>664.31</b>	-	<b>664.32</b>	-	<b>678.06</b>
Other taxes not shown under items above	-	-	-	(664.31)	-	(664.32)	-	(678.06)
<b>Profit or loss for the financial year</b>	-	-	-	-	-	-	-	-

Driver UK Multi-Compartment S.A.

NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)

Note 26 - Profit and Loss account for the year ending 31 March 2021 per compartment (continued)

	Compartment 6		Compartment PD 2018-1		Compartment PD 2020-1		Total	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
Other operating income	734,417.75	122,393.33	4,828,380.23	488,527.34	-	-	5,903,246.56	3,204,297.16
Other external expenses	(1,207,836.16)	(2,571,250.03)	(9,979,112.37)	(12,960,629.81)	(5,588,632.21)	-	(17,366,246.44)	(20,609,725.68)
Other operating expenses	-	-	-	-	(11,348,542.93)	-	(12,317,533.91)	(1,149,294.95)
Income from other investments and loans forming part of the fixed assets								
- derived from affiliated undertakings	7,899,883.59	13,406,191.06	54,719,618.18	68,842,233.65	32,718,918.39	-	100,173,160.91	128,704,671.09
Other interest receivable and similar income								
- other interest and similar income	1,169.28	526,648.92	3,199.58	123,616.87	-	-	7,871.65	1,661,200.47
Value adjustments in respect of financial assets and of investments held as current assets								
Interest payable and similar expenses								
- concerning affiliated undertakings	(2,311,318.35)	(6,092,487.83)	(23,566,021.20)	(31,964,210.48)	(10,377,108.37)	-	(37,259,096.33)	(48,903,809.38)
- other interest and similar expenses	(898,677.63)	(2,400,139.36)	(14,271,814.58)	(18,582,267.67)	(5,292,324.97)	-	(20,914,094.05)	(26,498,815.29)
Tax on profit or loss	-	(16.92)	-	(17.00)	-	-	-	(67.93)
<b>Profit or loss after taxation</b>	<b>1,695.85</b>	<b>661.16</b>	<b>1,693.49</b>	<b>664.62</b>	<b>1,692.70</b>	<b>-</b>	<b>5,082.04</b>	<b>3,332.47</b>
Other taxes not shown under items above	(1,695.85)	(661.16)	(1,693.49)	(664.62)	(1,692.70)	-	(5,082.04)	(3,332.47)
<b>Profit or loss for the financial year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Driver UK Multi-Compartment S.A.**

**NOTES TO THE ANNUAL ACCOUNTS (CONTINUED)**

**Note 27 - Related party transactions**

There are no related parties transaction other than the ones disclosed in the Notes 3, 4, 10, 12, 14, 15.

**Note 28 - Subsequent events**

On 25 May 2021, C6 entered into a Repurchase Agreement with the Originator of the Permitted Assets for the clean-up transaction. Pursuant to the Repurchase Agreement, the remaining balance of the Permitted Assets was repurchased and the Notes fully repaid.

On 25 May 2021, the Board of Directors of the Company resolved to liquidate PD2016-1.

No event has occurred subsequent to the year-end which would have a material impact on the annual accounts as at 31 March 2021.

Luxembourg, 30 September 2021



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Mrs Zamyra H. Cammans  
Director



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Mrs Hélène Grine-Siciliano  
Director



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Mrs Meenakshi Mussai-Ramassur  
Director