

## 34 Subsidiaries, joint ventures and associates (continued)

### Other entities

Intu (SGS) Finance plc and Intu Metrocentre Finance plc are consolidated as subsidiaries in these financial statements but are not listed in the table above as the Group does not own the shares in these companies. These companies are vehicles set up on behalf of the Group for the sole purpose of issuing some of the Group's listed debt. The Group's obligations in respect of this debt via a back-to-back intercompany loan agreement between these companies and other Group companies, and security over investment property via a deed of charge between the security trustees and other Group companies, mean that the Group is deemed to have control of these companies.

### Non-controlling interests

By virtue of their 40 per cent interest in The Metrocentre Partnership, GIC Real Estate is entitled to appoint 40 per cent of the directors of Metrocentre (GP) Limited. GIC Real Estate through an intermediate entity also owns a 40 per cent interest in the capital of Metrocentre Lancaster LLP. £58.2 million of the non-controlling interest losses shown in the balance sheet at 31 December 2019 (2018: £12.7 million earnings) and £70.9 million of the non-controlling interest share of loss shown in the income statement for the year ended 31 December 2019 (2018: share of loss £41.5 million) relates to GIC Real Estate's interest in these entities. Set out below is the summarised financial information of The Metrocentre Partnership and Metrocentre LLP at 100 per cent, as consolidated:

£m	2019	2018
<b>Summarised income statement</b>		
Revenue	<b>64.0</b>	68.3
Loss for the year	<b>(177.2)</b>	(103.7)
<b>Summarised balance sheet</b>		
Investment and development property	<b>676.8</b>	841.8
Borrowings – 4.125% bonds 2023	<b>(480.5)</b>	(479.5)
Borrowings – compound financial instrument	<b>(488.5)</b>	(473.8)
Other net liabilities	<b>(27.7)</b>	(31.2)
Net liabilities	<b>(319.9)</b>	(142.7)

The balance sheet includes a non-controlling interest recoverable amount of £58.2 million (2018: £12.7 million attributable to non-controlling interest). This amount is considered to be recoverable in view of the £195.4 million owed to the non-controlling interest (which is included in the Group's borrowings in note 23).

## 35 Related party transactions

### Key management<sup>1</sup> compensation

£m	2019	2018
Salaries and short-term employee benefits	<b>4.7</b>	4.9
Pensions and other post-employment benefits	<b>0.3</b>	0.8
Share-based payments	<b>1.5</b>	1.7
	<b>6.5</b>	7.4

<sup>1</sup> Key management comprises the directors of intu properties plc and the Executive Committee who have been designated as persons discharging managerial responsibility (PDMR).

During 2017 the Group's joint ventures in intu Puerto Venecia and intu Asturias sold shares in subsidiaries, previously wholly owned by the respective joint ventures, listed on the Spanish MaB to PDMRs of the Group. The total value of the shares at 31 December 2019 is €1.0 million for each joint venture, representing 1 per cent of the respective outstanding share capital. The sale of shares in these entities was required to comply with Spanish MaB free float listing requirements. The Group provided an interest-free loan to PDMRs to enable them to purchase the shares. The loans are treated as a taxable benefit which accordingly is included in the above table. In line with the terms of the relevant loan agreements entered into, the loans are repayable in full upon cessation of employment or the sale of the underlying assets. Further to the exchange of contracts in respect of the sale of intu Puerto Venecia in December 2019 and of intu Asturias in January 2020, the relevant PDMRs sold these shareholdings in January 2020 and February 2020 respectively. All outstanding loans in respect of the above arrangements have been repaid to the Company in full or in part. For those loans which have been partially repaid, the outstanding balance has been written off by the Company.