

**Uranit UK Limited**

**Annual report and financial statements**

**For the year ended 31 December 2015**

**Registered Company No. 02845667**



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**DIRECTORS AND ADVISERS**

**DIRECTORS**

T Lott  
T Beermann

**SECRETARY**

S Newby

**INDEPENDENT AUDITOR**

Deloitte LLP  
2 New Street Square  
London  
EC4A 3BZ

**REGISTERED OFFICE**

URENCO Court  
Sefton Park  
Bells Hill  
Stoke Poges  
Buckinghamshire  
SL2 4JS

## **STRATEGIC REPORT**

### **PRINCIPAL ACTIVITY, REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS**

The principal activity of Uranit UK Limited ("the Company") is that of a holding Company. The Directors consider that the Company will continue in its role as a holding Company for the foreseeable future.

During the year the Company received dividends of €113.3 million (2014: €113.3 million) from URENCO Limited. The Company paid dividends of €113.3 million (2014: €113.3 million) to its parent, Uranit GmbH.

After making enquiries the Directors are satisfied that the Company has adequate resources to continue in operational existence for the foreseeable future and have no intention to wind up the Company, therefore they continue to adopt the going concern basis in preparing the financial statements.

### **BUSINESS RISKS**

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of URENCO Limited, and are not managed separately. Copies of the accounts of URENCO Limited can be obtained from the Company at URENCO Court, Sefton Park, Bells Hill, Stoke Poges, Buckinghamshire SL2 4JS.

### **CURRENCY RISK**

Fluctuations in exchange rates can have significant effects on the Company's reported result and financial position. The Company's financial assets and liabilities give rise to transactional currency exposures. Such exposures arise from transactions in a currency other than the Company's functional currency of Euros.

No financial instruments were used by the Company during the year to manage foreign exchange exposures, and therefore no hedge accounting has been applied. The Directors will revisit the appropriateness of this should the Company's operations change in size or nature.

### **FINANCIAL RISK MANAGEMENT**

The principal activity of the Company is that of a holding Company and as such is not exposed to many financial risks. The Company does not have any suppliers or customers. The main risk is that of the effects of changes in foreign currency rates. No financial instruments were used by the Company during the year to manage foreign exchange exposures and therefore no hedge accounting has been applied.

### **GOING CONCERN**

After making enquiries, the directors are satisfied that the Company has access to adequate resources to continue in operational existence for the foreseeable future and continues to adopt the going concern basis in preparing the financial statements. In reaching their conclusion, the directors have considered that the Company has generated net income, has net assets and sufficient liquidity to meet liabilities as they fall due.

### **TRANSACTIONS WITH RELATED PARTIES**

As set out in note 14, Uranit UK Limited is a wholly owned subsidiary of Uranit GmbH and holds a joint venture in URENCO Limited. The Company is a wholly owned subsidiary of Uranit GmbH and, as such has taken advantage of the exemption available under Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101") not to disclose transactions with other members of the Uranit GmbH Group.

**STRATEGIC REPORT (Continued)**

**POLITICAL AND CHARITABLE DONATIONS**


The Company made no political or charitable donations during the year (2014: €nil).

The Strategic Report was approved by the Board of Directors on 30 June 2016 and signed on its behalf by:

T Beermann  
Director



T Lott  
Director



## **DIRECTORS' REPORT**

The Directors present their report and accounts for the year ended 31 December 2015.

### **INCORPORATION**

The Company was incorporated on 12 August 1993.

### **RESULTS AND DIVIDENDS**

The income for the year, after taxation, amounted to €113.3 million (2014: €113.3 million). The Company paid a dividend during the year of €113.3 million (2014: €113.3 million).

### **DIRECTORS**

The Directors who served during the year and up to the date of these financial statements were as follows:

T Lott  
T Beermann

### **DIRECTORS' INTERESTS**

The Directors did not have any interests in the share capital of the Company or of the parent Company during the year. The Directors did not have any material interest during the year in a contract which is significant in relation to the Company's business.

### **DISCLOSURE OF INFORMATION TO THE AUDITOR**

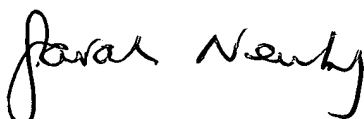
So far as the people who were Directors at the date of approving this report are aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of the Company's auditor, the Directors have taken all the steps that they are obliged to take as Directors in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **AUDITOR**

A resolution to reappoint Deloitte LLP as auditor was made by written shareholder resolution on 30 June 2016.

The responsibilities of the auditor are set out in the Auditor's report.

By order of the board



S Newby  
Company Secretary

Date: 30 June 2016

## **DIRECTORS' RESPONSIBILITIES STATEMENT**

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations. Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101"). Under Company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the income of the Company for that year. In preparing these financial statements, the Directors are required:

- to select suitable accounting policies and then apply them consistently;
- to make judgements and accounting estimates that are reasonable and prudent;
- to state whether applicable Financial Reporting Standard FRS 101 Reduced Framework ("FRS 101") have been followed, subject to any material departures disclosed and explained in the financial statements; and
- to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF URANIT UK LIMITED**

We have audited the financial statements of Uranit UK Limited for the year ended 31 December 2015 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and the related notes 1 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of director and auditor**

As explained more fully in the Directors' Responsibilities Statement, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101"); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirement.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report and the Directors' Report.



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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF URANIT UK LIMITED**  
**(continued)**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Jon Thomson (Senior statutory auditor)  
for and on behalf of Deloitte LLP  
Chartered Accountants and Statutory Auditor  
London, United Kingdom

30 June 2016

**INCOME STATEMENT**

for the year ended 31 December 2015

Continuing operations	Notes	2015 €000	2014 €000
Other operating charges	2	(11)	(7)
<b>INCOME FROM OPERATING ACTIVITIES</b>		<b>(11)</b>	<b>(7)</b>
Income from participating interests	5	113,333	113,333
<b>INCOME BEFORE TAXATION</b>		<b>113,322</b>	<b>113,326</b>
Tax	6	-	-
<b>NET PROFIT FOR THE YEAR</b>	12	<b>113,322</b>	<b>113,326</b>

The results above are derived entirely from continuing operations.

There are no recognised gains or losses relating to either year other than those included in the results above, and therefore a separate statement of comprehensive income is not presented.

**STATEMENT OF FINANCIAL POSITION**  
as at 31 December 2015

	Notes	2015 €000	2014 €000
<b>NON CURRENT ASSETS</b>			
Investments	8	105,456	105,456
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		904	914
<b>TOTAL ASSETS</b>		<b>106,360</b>	<b>106,370</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	(16)	(15)
<b>TOTAL LIABILITIES</b>		<b>(16)</b>	<b>(15)</b>
<b>NET ASSETS</b>		<b>106,344</b>	<b>106,355</b>
<b>EQUITY</b>			
Called up share capital	10	-	-
Share premium account	11	100,135	100,135
Retained earnings	12	6,209	6,220
<b>TOTAL EQUITY</b>		<b>106,344</b>	<b>106,355</b>

The financial statements were approved by the Board of Directors on 30 June 2016 and were signed on its behalf by:



T Beermann  
Director



T Lott  
Director

Registered no. 02845667

**STATEMENT OF CHANGES IN EQUITY**  
as at 31 December 2015

	Share capital €m	Share premium €m	Retained earnings €m	Attributable to the owners of the Company €m
As at 1 January 2015	-	100,135	6,220	106,355
Income for the period	-	-	113,322	113,322
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	113,322	113,322
Equity dividends paid	-	-	(113,333)	(113,333)
As at 31 December 2015	-	100,135	6,209	106,344

	Share capital €m	Share premium €m	Retained earnings €m	Attributable to the owners of the Company €m
As at 1 January 2014	-	100,135	6,227	106,362
Income for the period	-	-	113,326	113,326
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	113,326	113,326
Equity dividends paid	-	-	(113,333)	(113,333)
As at 31 December 2014	-	100,135	6,220	106,355

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101") as issued by the Financial Reporting Council as applied in accordance with the provisions of the Companies Act 2006. The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

In the year ended 31 December 2015, the Company has changed its accounting framework from previously existing UK GAAP to FRS 101, with comparative numbers for 2014 also based on FRS 101. The transition to FRS 101 did not have any impact on equity at 1 January 2014 or at 31 December 2014 or on total comprehensive income, net of tax for 2014.

#### Changes in accounting policies

The accounting policies adopted have been applied consistently throughout the current and prior period, except for the transition from UK GAAP to FRS 101. The transition to FRS 101 did not have any impact on the financial statements.

The Company has adopted the following new and amended IFRS and IAS during the year. Adoption of these revised standards did not have any effect on the financial performance or position of the Company.

International Accounting Standards (IFRS / IAS)	IASB Effective Date – periods commencing on or after	EU-endorsed effective Date – periods commencing on or after
Amendments to IFRS 8, IFRS 13, IAS 16, IAS 24 and IAS 38 issued in the Annual Improvements Cycle 2010-2012	1 July 2014	1 February 2015
Amendments to IFRS 1, IFRS 13 and IAS 40 issued in the Annual Improvement Cycle 2011-2013	1 July 2014	1 January 2015

#### Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

As permitted by FRS101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to the presentation of cash flow statement, standards not effective at the reporting date and related party transactions.

The Company has applied FRS 101 Reduced Disclosure Framework incorporating the Amendments to FRS 101 issued by the FRC in July 2015 and the amendments to Company law made by the Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015 prior to their mandatory effective date of accounting periods beginning on or after 1 January 2016.

The Company is the wholly-owned subsidiary of Uranit GmbH, a Company incorporated in the Federal Republic of Germany. Shares in Uranit GmbH are held 50% by E.ON Kernkraft GmbH and 50% indirectly by RWE AG. The Directors regard E.ON SE and RWE AG as the ultimate parent and head both the largest and smallest group into which the results of the Company are consolidated. Copies of the accounts of Uranit GmbH are available from Röntgenstr. 4; 48599 Gronau; Germany.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015  
(continued)**

**1. ACCOUNTING POLICIES (continued)**

**Going concern**

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Principal Activities and Review of the Business sections of the Strategic report. The Strategic report also describes the financial position of the Company; the Company's objectives; and policies and processes for managing its principal risks and uncertainties, including financial risk.

After making enquiries, the directors are satisfied that the Company has access to adequate resources to continue in operational existence for the foreseeable future and continues to adopt the going concern basis in preparing the financial statements. In reaching their conclusion, the directors have considered that the Company has generated net income, has net assets and sufficient liquidity to meet liabilities as they fall due.

**Investments**

Investments are held at cost less any provision for impairment.

**Functional and foreign currencies**

The functional currency of the Company as defined in IAS21 "The effects of changes in foreign exchange rates" is Euros as this is the primary currency in which the entity operates, generates and expends cash. Therefore the financial statements of the Company are presented in Euros.

Transactions in currencies other than Euros are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities in currencies other than Euros are translated at closing rates of exchange. The closing statement of financial position for 2015 has been converted at a rate of €1 = £0.73714 (2014: €1 = £0.77667).

All exchange gains and losses on settlement or translation of monetary assets and liabilities at closing rates of exchange are included in the determination of the result for the year. Investments in currencies other than Euros are recorded at the rate which prevailed at the date of the transaction.

**OTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015  
(continued)**

**1. ACCOUNTING POLICIES (continued)**

**Taxation**

Current tax is recognised as amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the reporting date. Current tax is based on taxable income (or expense) for the year. Taxable income (or expense) differs from net income as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years ("temporary differences") and it further excludes items that are never taxable or deductible ("permanent differences").

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable income will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the reporting date. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited in other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

**Dividend income and payable**

Dividend income is recognised when the right to receive payment is established.

Dividends that are declared and paid in an accounting period are recognised in that accounting period. Dividends declared after the reporting date are not recognised as a liability at the reporting date.

**Related party transactions**

Related party transactions entered into during the year were the payment of a dividend of €113,333,333 (2014: €113,333,333) to Uranit GmbH (parent Company) and the receipt of a dividend of €113,333,333 (2014: €113,333,333) from URENCO Limited, the sole investment (note 8).

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015  
(continued)**

**2. INCOME FROM OPERATING ACTIVITIES**

Income from operating activities is stated after charging:

	<b>2015</b>	<b>2014</b>
	<b>€000</b>	<b>€000</b>
Net foreign exchange gains	7	8
<b>Services provided by the Company's auditor:</b>		
Fees payable for the audit	13	10

**3. DIRECTORS' REMUNERATION**

During the year under review, two (2014: two) Directors were employed as Executive Directors of the Company. Their remuneration for their services to the group as a whole for the current and prior year, together with pension contributions relating to them, was paid by and charged in the financial statements of other group companies, being RWE Power AG/RWE Group Business Services GmbH and E.ON Kernkraft GmbH. The Directors did not receive any payments specifically in relation to their services to the Company.

**4. STAFF COSTS**

During the current and prior years, the Company did not have any employees.

**5. INCOME FROM PARTICIPATING INTERESTS**

Income from participating interests of €113.3 million (2014: €113.3 million) relates to dividends paid by URENCO Limited to the Company.

**6. TAXATION**

**Analysis of tax charge in the year:**

There is no tax charge for the year (2014: nil).

The tax assessed for the year is lower than the average standard rate of corporation tax in the UK of 20.25% (2014: 21.50%). The differences are explained below:

	<b>2015</b>	<b>2014</b>
	<b>€000</b>	<b>€000</b>
Income before tax	113,322	113,326
Income before tax multiplied by the average UK corporation tax rate of 20.25% (2014: 21.50%)	22,948	24,365
Effects of:		
Non-taxable dividend income	(22,950)	(24,367)
Unrecognised deferred tax	2	2
Total tax charge for the year	-	-

Reductions in the UK corporation tax rate from 23% to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were enacted during 2013. Further reductions to 19% (effective from 1 April 2017) and 18% (effective from 1 April 2020) were substantively enacted on 26 October 2015. Consequently, the average annual UK corporation tax rate for the year ended 31 December 2015 is 20.25% (2014: 21.50%).



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015**  
(continued)

**6. TAXATION (continued)**

No provision has been made for deferred tax in relation to unrelieved management expenses and non-trading loan relationship deficits, as it is not anticipated that the Company will have suitable future taxable profits against which the losses can be relieved. The total amount unprovided for is €67,000 (2014: €56,000). At the prevailing deferred tax rate of 18% (2014: 20%) this gives an unrecognised deferred tax asset of €12,000 (2014: €11,000).

**7. DIVIDENDS PAID**

	2015 €000	2014 €000
Equity dividends on ordinary shares - Interim paid (€809,524 per £1 share (2014: €809,524)).	113,333	113,333

The Company has paid a dividend of €113.3 million for the year ended 31 December 2015.

**8. INVESTMENTS**

	Shares in URENCO Limited €000
Cost and net book value at 1 January 2015 and at 31 December 2015	105,456

The cost as at 1 January 2015 and 31 December 2015 represents 56 million 'C' Ordinary shares (a one third share of the issued capital) in URENCO Limited, a Company registered in England and Wales. URENCO Limited is the holding Company of a group engaged in uranium enrichment and operates in Germany, The Netherlands, United Kingdom and the USA.

At 31 December 2015, URENCO Limited had aggregate consolidated equity of €2,430.3 million (2014: €2,145.1 million) and in the year ended on that date had consolidated net income of €452.1 million (2014: €404.5 million). The quoted numbers for URENCO Limited have been prepared under IFRS. The Directors consider the value of the investment to be supported by its underlying assets.

**9. TRADE AND OTHER PAYABLES**

	2015 €000	2014 €000
Amounts due to the parent company	6	5
Trade payable	10	10
	16	15

Amounts due to the ultimate parent company are not secured on the parent company's assets, are repayable on demand and do not accrue interest.

**10. CALLED UP SHARE CAPITAL**

	2015 €	2014 €
<b>Allotted and fully paid:</b>		
140 (2014: 140) Ordinary shares of £1 each	211	211

Share capital is recorded at the exchange rate at the date of issue.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015**  
(continued)

**11. SHARE PREMIUM ACCOUNT**

	<b>Share premium €000</b>
As at 1 January 2015 and at 31 December 2015	<u>100,135</u>

**12. MOVEMENT ON RETAINED EARNINGS**

	<b>Retained earnings €000</b>
At 1 January 2015	6,220
Net income	113,322
Dividends paid	<u>(113,333)</u>
At 31 December 2015	<u>6,209</u>

**13. CAPITAL AND OTHER COMMITMENTS**

At 31 December 2015, there were no amounts authorised and contracted but not provided for in the financial statements.

**14. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY**

The Company is the wholly-owned subsidiary of Uranit GmbH, a Company incorporated in the Federal Republic of Germany. Shares in Uranit GmbH are held 50% by E.ON Kernkraft GmbH and 50% indirectly by RWE AG. The Directors regard E.ON SE and RWE AG as the ultimate parent and head both the largest and smallest group into which the results of the Company are consolidated. Copies of the accounts of Uranit GmbH are available from Röntgenstr. 4; 48599 Gronau; Germany.