

National Grid Metering Limited
Annual Report and Financial Statements
For the year ended 31 March 2015

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National Grid Metering Limited

Strategic Report

For the year ended 31 March 2015

The Directors present their Strategic Report on the Company for the year ended 31 March 2015

Review of the business

The Company's principal activity during the year ended 31 March 2015 was the provision of meter asset management services to National Grid Gas plc

Executive summary

The Company has continued to provide metering services to National Grid Gas plc under a Service Provider Contract. Financial performance, as detailed below, largely depends on the meter work and supporting services provided to National Grid Gas plc as well as standards of services.

The most significant risk factors identified relate to

- Volume of work provided to National Grid Gas plc driven by their retention of customers,
- Performance measured against standards of service,
- Breaches in environmental or health and safety law or regulations,
- Market developments (e.g. smart metering) and changes in regulations

Preparations for the delivery of smart meters across Great Britain have continued throughout 2014/15. The monopoly providers of communications and central data processing infrastructure (DCC) have identified that full delivery of new industry-wide systems will be delayed until mid-2016. Communications technology experts are working to extend the range of property types in which smart meters can reliably communicate with a paired consumer display unit and energy suppliers have revised their plans to deploy smart meters. The Department for Energy and Climate Change (DECC) have mandated completion of the roll out by the end of 2020.

Results

The Company's profit for the financial year was £6,264,000 (2014: £6,225,000)

Financial position

The financial position of the Company is presented in the balance sheet. Total shareholders' funds at 31 March 2015 were £102,763,000 (2014: £96,373,000) comprising fixed assets of £20,227,000 (2014: £15,194,000), net current assets of £85,889,000 (2014: £84,916,000) less provisions for liabilities of £3,353,000 (2014: £3,737,000).

National Grid Metering Limited

Strategic Report (continued)

For the year ended 31 March 2015

Key performance indicators and principal risks and uncertainties

As the Company is part of a larger group the principal risks and uncertainties of the Company are integrated with the principal risks of National Grid plc. For information on the development, performance, risks, uncertainties and position of National Grid plc and its subsidiaries ('National Grid'), and of the key performance indicators used, refer to the Strategic Report included in National Grid plc's Annual Report and Accounts 2014/15, which does not form part of this report.

Whilst integrated into the key performance indicators of National Grid, management also specifically use the following key performance indicators in measuring the development and performance of the Company:

- **Standards of Service** - In the year to 31 March 2015, 16 out of 17 standards of service targets were achieved (2014: 17 out of 17). The target measure varied from 90 - 98%. These covered complaints, domestic meter work and industrial and commercial meter works.
- **Efficiency** - Efficiency is monitored via achieving lowest cost per job in the following areas: installation, running and overheads, whilst maintaining the required level of operational and safety performance. Cost efficiency is ensured through robust tendering of meter work services and products in line with National Grid Procurement's Category Management process. Operational efficiency is monitored and driven through proactive contract management, whereby key performance indicators are tracked and supported by both incentive and liability payments.
- **Safety** - The Company continues to measure its safety performance in line with National Grid leading and lagging measures. The safety performance measures look at visual safety leadership, hazards and near misses that have occurred, behaviours, effective safety discussions, process safety, and driver safety. The Company continues to focus on behavioural safety and human factors, encouraging staff and contractors alike to recognise hazards, reporting and sharing lessons learnt. The Company has had a huge focus and drive on Mental Health and Wellbeing and rolled out Mental Health first aid awareness sessions, managing work related stress and highlighted the importance of healthy eating. In 2015/2016 the Company will continue to drive best in class safety performance.

Future developments

The Company will continue to operate metering asset management services for the foreseeable future with no anticipated significant balance sheet movements.

Approved by the Board and signed on its behalf by



H M Rayner
Secretary
24 July 2015

National Grid Metering Limited

Directors' Report

For the year ended 31 March 2015

The Directors present their report and the audited financial statements of the Company for the year ended 31 March 2015

Future developments

Details of future developments have been included within the Strategic Report on page 2

Dividends

The Directors do not recommend the payment of a dividend (2014 £nil)

Financial risk management

The management of the Company and the execution of the Company's strategy are subject to a number of financial risks. The Directors have identified the need to manage the Company's material financial risks, including liquidity, credit and interest rate risks. These risks are monitored through a National Grid Treasury management function which invests surplus funds, mitigates foreign exchange exposure and manages borrowings for National Grid plc and its subsidiaries.

Treasury also seeks to limit third party counterparty risk which arises from the investment of surplus funds and the use of derivative financial instruments. Treasury monitors the exposure that National Grid has with any one counterparty against agreed limits and these limits are monitored regularly and updated for changes in credit ratings.

Liquidity risk

The Company finances its operations through a combination of retained profits and intercompany balances to ensure that the Company has sufficient long-term and short-term funds available for current operations and future activities.

Credit risk

The Company has implemented policies that require appropriate credit checks on potential customers before sales are made. No material exposure is considered to exist in respect of intercompany loans.

Interest rate cash flow risk

The Company has interest bearing intercompany assets. To the extent that the Company enters into intercompany loan agreements, the Company's exposure to interest rate cash flow risk arises on such loans on which interest is charged based upon sterling LIBOR.

Directors

The Directors of the Company during the year and up to the date of signing of the financial statements were

J Butterworth	
G A Dunkerley	(Resigned 1 December 2014)
N Hooper	(Appointed 5 December 2014)
S C Humphreys	
N A Paton	(Appointed 24 November 2014)
N J Pullen	(Resigned 26 September 2014)

National Grid Metering Limited

Directors' Report (continued)

For the year ended 31 March 2015

Directors' indemnity

National Grid has arranged, in accordance with the Companies Act 2006 and the Articles of Association, qualifying third party indemnities against financial exposure that Directors may incur in the course of their professional duties. Alongside these indemnities, National Grid places Directors' and Officers' liability insurance for each Director.

Going concern

The Directors are not aware of any material uncertainties related to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Employees

The Company has established through e-mails, intranets, cascade briefings and in-house magazines, effective methods for communicating with employees on matters of concern to them. Regular consultation with staff and their trade union representatives takes place using both formal and informal mechanisms.

The Company remains committed to fair treatment of people with disabilities in relation to job applications, training, promotion and career development. Every effort is made to find alternative jobs for those who are unable to continue in their existing job due to disability.

The Company takes a positive approach to equality and diversity. We promote equality in the application of reward policies, employment and development opportunities, and aim to support employees in balancing work and personal lifestyles.

Employees are encouraged to become shareholders in National Grid plc and the Group operates a Sharesave Scheme and Share Incentive Plan.

Disclosure of information to auditors

Having made the requisite enquiries, so far as the Directors in office at the date of the approval of this report are aware, there is no relevant audit information of which the auditors are unaware and each Director has taken all reasonable steps to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

National Grid Metering Limited

Directors' Report (continued)

For the year ended 31 March 2015

Statement of Directors' responsibilities

The Directors are responsible for preparing the Strategic Report, 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 profit or loss of the Company for that period.

In preparing these financial statements, the Directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

Approved by the Board and signed on its behalf by



H M Rayner
Secretary
24 July 2015

Registered office:
1-3 Strand
London
WC2N 5EH

Registered in England and Wales
Company registration number. 3705992

Independent auditors' report to the members of National Grid Metering Limited

Report on the financial statements

Our opinion

In our opinion, National Grid Metering Limited's financial statements (the "financial statements")

- give a true and fair view of the state of the Company's affairs as at 31 March 2015 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

What we have audited

National Grid Metering Limited's financial statements comprise

- the Balance sheet as at 31 March 2015,
- the Profit and loss account for the year then ended, and
- the Notes to the financial statements, which include a summary of significant accounting policies and other explanatory information

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

In applying the financial reporting framework, the Directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, 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

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion

- we have not received all the information and explanations we require for our audit, or
- 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

We have no exceptions to report arising from this responsibility

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility

**Independent auditors' report to the members of
National Grid Metering Limited (continued)**

Responsibilities for the financial statements and the audit

Our responsibilities and those of the Directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, 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) ("ISAs (UK & Ireland)") Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing

What an audit of financial statements involves

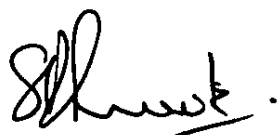
We conducted our audit in accordance with ISAs (UK & Ireland) An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error 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

We primarily focus our work in these areas by assessing the Directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both

In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report



Stephen Snook (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Birmingham
27 July 2015

National Grid Metering Limited

Profit and loss account

For the years ended 31 March

	Notes	2015 £'000	2014 £'000
Turnover	2	90,699	92,901
Administrative expenses		(83,430)	(85,884)
Operating profit	3	<u>7,269</u>	<u>7,017</u>
Interest receivable from immediate parent company		755	714
Profit on ordinary activities before taxation		<u>8,024</u>	<u>7,731</u>
Tax on profit on ordinary activities	5	(1,760)	(1,506)
Profit for the financial year	12	<u>6,264</u>	<u>6,225</u>

The results reported above relate to continuing activities

The Company has no recognised gains and losses other than the profit for the financial years stated above and therefore no separate statement of total recognised gains and losses has been presented

National Grid Metering Limited

Balance sheet

As at 31 March

	Notes	2015 £'000	2014 £'000
Fixed assets			
Tangible assets	7	20,227	15,194
Current assets			
Debtors amounts falling due within one year	8	130,408	115,409
Creditors: amounts falling due within one year	9	(44,519)	(30,493)
Net current assets		<u>85,889</u>	<u>84,916</u>
Total assets less current liabilities		<u>106,116</u>	<u>100,110</u>
Provisions for liabilities	10	(3,353)	(3,737)
Net assets		<u>102,763</u>	<u>96,373</u>
Capital and reserves			
Called up share capital	11	1,373	1,373
Profit and loss account	12	101,390	95,000
Total shareholders' funds	13	<u>102,763</u>	<u>96,373</u>

The financial statements on pages 8 to 18 were approved by the Board of Directors on 24 July 2015 and signed on its behalf by



N Hooper
Director

National Grid Metering Limited
Notes to the financial statements
For the year ended 31 March 2015

1 Accounting policies

(a) Basis of preparation

These financial statements have been prepared on the going concern basis in accordance with applicable UK accounting and financial reporting standards (FRS) and the Companies Act 2006. They have been prepared on an historical cost basis and are presented in pounds sterling, which is the currency of the primary economic environment in which the Company operates. The 2014 comparative financial information has also been prepared on this basis.

The Company is a wholly owned subsidiary within a group headed by National Grid plc and is included in the consolidated financial statements of that company which are publicly available. Consequently the Company has taken advantage of the exemption within FRS 1 (revised 1996) 'Cash Flow Statements' from preparing a cash flow statement.

Further, in accordance with exemptions under FRS 29 'Financial Instruments: Disclosures', the Company has not presented the financial instruments disclosures required by the standard, as disclosures that comply with the standard are included in the consolidated financial statements of National Grid plc.

The preparation of financial statements requires management to make accounting estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

(b) Tangible assets and depreciation

Tangible fixed assets are included in the balance sheet at cost less accumulated depreciation. Additions represent the purchase of new assets, and extensions to, or significant increases in the capacity of, tangible fixed assets.

Tangible fixed assets are depreciated, principally on a straight-line basis, at rates estimated to write off their book values over their estimated useful economic lives. In assessing estimated useful economic lives, which are reviewed on a regular basis, consideration is given to any contractual arrangements and operational requirements relating to particular assets. Unless otherwise determined by operational requirements, the depreciation periods for the principal categories of tangible fixed assets are, in general, as shown in the table below.

Depreciation periods	Years
Office equipment	5
Software	5
Short leasehold	10
Plant and machinery	15

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

1 Accounting policies (continued)

(c) Taxation

Current tax for the current and prior years is provided at the amount expected to be paid or recovered using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or the right to pay less tax, at a future date, at tax rates expected to apply when the timing differences reverse based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in years different from those in which they are included in the financial statements

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

(d) Provisions for liabilities

Provisions for liabilities are recognised where the Company has a legal or constructive obligation on the basis of external third party or expert evidence where it is available. In some circumstances no such evidence is available and management use their best estimate of likely costs to be incurred. Onerous contracts are provided for on the basis of contracted future expenditure that exceeds expected future economic benefit

(e) Restructuring costs

Costs arising from the Company's restructuring programmes primarily relate to redundancy costs. Redundancy costs are charged to the profit and loss account in the year in which the Company becomes irrevocably committed to incurring the costs and the main features of the restructuring plan have been announced to the affected employees

(f) Turnover

Turnover comprises the sales value derived from meter asset management services provided to National Grid Gas plc during the year including an assessment of the value of services provided, but not invoiced, at the year end. Recognition is at the completion of service. It excludes value added tax and other sales taxes

(g) Pensions

The substantial majority of the Company's employees are members of the defined benefit section of the National Grid UK Pension Scheme or are members of a defined contribution pension plan operated by The National Grid YouPlan trust. The Company's share of the underlying assets and liabilities of the defined benefit section of the scheme cannot be identified separately. Consequently, the Company accounts for the Scheme as if it were a defined contribution scheme, recognising a charge equivalent to cash paid or payable to the scheme and to the scheme's sponsoring company, Lattice Group plc, a fellow subsidiary undertaking of the Company

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

2 Turnover

	2015	2014
	£'000	£'000
External customers	961	1,933
Immediate parent company	89,738	90,968
	<u>90,699</u>	<u>92,901</u>

Geographical analysis of turnover is not provided as the Company's operations are all undertaken in the UK for customers based in the UK

3 Operating profit

	2015	2014
	£'000	£'000
Operating profit is stated after charging:		
Depreciation of tangible fixed assets	2,738	1,189
Payroll costs	14,714	14,147
Audit fees	22	21
Other operating costs	65,956	70,527
	<u>83,430</u>	<u>85,884</u>

Audit fees for the year related to the statutory audit. Disclosure of non-audit fees is not required as these have been disclosed in the consolidated financial statements of National Grid plc

4 Directors and employees

Directors' emoluments

	2015	2014
	£'000	£'000
Aggregate emoluments	<u>169</u>	<u>651</u>

Retirement benefits are accruing to 2 (2014: 3) Directors under a defined benefit scheme and no (2014: none) Directors under a defined contribution scheme

During the year there were 4 Directors (2014: 2) who exercised share options in or received ordinary shares as part of long term incentive plans of the ultimate parent company, National Grid plc

Highest paid Director

	2015	2014
	£'000	£'000
Total amount of emoluments and amounts receivable (excluding shares) under long term incentive schemes	109	192
Defined benefit pension scheme - accrued pension at end of year	57	112
Defined benefit pension scheme - accrued lump sum at end of year	<u>-</u>	<u>181</u>

During the year the highest paid Director exercised share options in or received ordinary shares as part of long term incentive plans of the ultimate parent company, National Grid plc

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

4 Directors and employees (continued)

Staff costs

	2015	2014
	£'000	£'000
Wages and salaries	11,030	10,392
Social security costs	1,049	1,077
Other pension costs	2,509	2,551
Share-based payments	126	127
	<u>14,714</u>	<u>14,147</u>

The aggregate amount of Company contributions paid in respect of the defined contribution scheme amounted to £752,000 (2014 £611,000)

The average monthly number of employees (including Directors) involved in administration employed by the Company during the year was 349 (2014 343)

5 Tax on profit on ordinary activities

	2015	2014
	£'000	£'000
Current tax.		
UK corporation tax	1,576	2,116
Adjustments in respect of prior years	34	(134)
Total current tax	<u>1,610</u>	<u>1,982</u>
Deferred tax:		
Origination and reversal of timing differences	131	(445)
Impact of change in tax rate	(7)	58
Adjustments in respect of prior years	26	(89)
Total deferred tax	<u>150</u>	<u>(476)</u>
Tax charge on profit on ordinary activities	<u>1,760</u>	<u>1,506</u>

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

5 Tax on profit on ordinary activities (continued)

The tax for the year is lower (2014 higher) than the standard rate of corporation tax in the UK of 21% (2014 23%). The differences are explained below

	2015	2014
	£'000	£'000
Profit on ordinary activities before taxation	8,024	7,731
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2014 23%)	1,685	1,778
Effect of		
Expenses not deductible for tax purposes	4	7
Non-taxable income	18	(114)
Capital allowances for year in excess of depreciation	(201)	(370)
Movement in other short-term timing differences	70	815
Adjustments in respect of prior years	34	(134)
Total current tax charge for the year	1,610	1,982

Factors that may affect future tax charges

A reduction in the corporation tax rate to 19% from April 2017 and a further reduction to 18% from April 2020 was announced in the 2015 Summer Budget. These reductions in tax rates have not been substantively enacted and have therefore not been reflected in these financial statements. A reliable estimate of the impact on deferred tax balances cannot presently be made on the basis that it is unclear when the deferred tax balances will reverse.

6 Pensions

The Company is a participating member of the National Grid UK Pension Scheme and substantially all the Company's employees are either members of this Scheme or a defined contribution plan operated by The National Grid YouPlan trust.

The defined benefit arrangements are funded with assets held in separate trustee administered funds. The arrangements are managed by a trustee company with a board consisting of company and member appointed directors. The Directors are required to manage the arrangements in accordance with local regulations and the arrangements' governing documents, acting on behalf of its beneficiaries.

The arrangements are subject to independent actuarial funding valuations at least every three years and following consultation and agreement with National Grid, the qualified actuary certifies the employers' contribution, which, together with the specified contributions payable by the employees and proceeds from the scheme's assets, are expected to be sufficient to fund the benefits payable. The last full actuarial valuation was carried out as at 31 March 2013. The next valuation is required to be carried out as at 31 March 2016.

The last full actuarial valuation was carried out by Towers Watson as at 31 March 2013. The market value of the Scheme's assets was £15,569m and the value of the assets represented approximately 90% of the actuarial value of benefits due to members, calculated on the basis of pensionable earnings and service at 31 March 2013 on an ongoing basis and allowing for projected increases in pensionable earnings. There was a funding deficit of £1,763m (£1,410m net of tax) on the valuation date in light of which National Grid agreed a recovery plan with the Trustees. The total contributions to be made to the National Grid UK Pension Scheme for all participating members for 2015/16 is estimated to be £151m.

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

6 Pensions (continued)

The 2013 actuarial funding valuation showed that, based on long-term financial assumptions, the contribution rate required to meet future benefit accrual was 36% of pensionable earnings (33% by employers and 3% by employees). In addition, National Grid makes payments to the scheme to cover administration costs and the Pension Protection Fund levy.

The Company accounts for the scheme as if it were a defined contribution scheme, as its share of the underlying assets and liabilities of the Scheme's defined benefit section cannot be identified separately. This is because the scheme is a mature scheme with a reducing number of active members. In addition, over time the split of pensioners and deferred members is difficult to allocate given the changes in the group structure noted during the scheme's existence. Outstanding/prepaid pension contributions at 31 March 2015 were £0 (2014: £0).

The fair value of liabilities and assets of the defined benefit section of the Scheme are recognised in the consolidated financial statements of National Grid plc (the Company's ultimate parent company) in accordance with International Accounting Standard 19 'Employee Benefits'. The fair value of liabilities and assets of the defined benefit section of the Scheme at 31 March 2015 and 2014, calculated in accordance with FRS 17 'Retirement Benefits', are set out below:

Years ended 31 March	2015 £m	2014 £m
Actuarial value of plan liabilities	(17,209)	(15,631)
Fair value of plan assets	17,073	15,452
Liability in the scheme	<u>(136)</u>	<u>(179)</u>

7 Tangible assets

	Short leasehold land and buildings £'000	Plant and machinery £'000	Office equipment £'000	Software £'000	Total £'000
Cost					
At 1 April 2014	-	112	43	19,429	19,584
Additions	1,773	-	227	5,771	7,771
Disposals	-	-	(13)	-	(13)
At 31 March 2015	<u>1,773</u>	<u>112</u>	<u>257</u>	<u>25,200</u>	<u>27,342</u>
Accumulated Depreciation.					
At 1 April 2014	-	(18)	(43)	(4,329)	(4,390)
Depreciation charge for the year	(11)	(7)	(13)	(2,707)	(2,738)
Disposals	-	-	13	-	13
At 31 March 2015	<u>(11)</u>	<u>(25)</u>	<u>(43)</u>	<u>(7,036)</u>	<u>(7,115)</u>
Net book value:					
At 31 March 2015	<u>1,762</u>	<u>87</u>	<u>214</u>	<u>18,164</u>	<u>20,227</u>
At 31 March 2014	<u>-</u>	<u>94</u>	<u>-</u>	<u>15,100</u>	<u>15,194</u>

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

8 Debtors: amounts falling due within one year

	2015 £'000	2014 £'000
Trade debtors	470	752
Amounts owed by fellow subsidiary undertakings	1,453	241
Amounts owed by immediate parent company	125,976	111,708
Other tax and social security	1,335	1,405
Deferred tax	238	388
Other debtors	664	744
Accrued income	272	171
	<u>130,408</u>	<u>115,409</u>

Deferred tax

	2015 £'000	2014 £'000
Accelerated capital allowances	(680)	(489)
Other short-term timing differences	918	877
Deferred tax asset	<u>238</u>	<u>388</u>

	2015 £'000	2014 £'000
Deferred tax asset/(liability) at 1 April	388	(88)
(Charged)/credited to profit and loss account	(150)	476
Deferred tax asset at 31 March	<u>238</u>	<u>388</u>

There are no other significant unrecognised deferred tax assets or liabilities (2014 £0)

9 Creditors: amounts falling due within one year

	2015 £'000	2014 £'000
Bank overdraft	674	201
Trade creditors	3,237	2,347
Amounts owed to fellow subsidiary undertakings	2,328	2,151
Amounts owed to immediate parent company	30,200	20,553
Other tax and social security	353	353
Other creditors	1,967	788
Accruals	5,760	4,100
	<u>44,519</u>	<u>30,493</u>

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

10 Provisions for liabilities

	Restructuring £'000
At 1 April 2014	3,737
Utilised	(146)
Released to the profit and loss account	(238)
At 31 March 2015	<u>3,353</u>

Restructuring provision

During the year the contact centre activities were transferred from Gloucester to the Company's office in Solihull, resulting in the closure of the Gloucester office and utilisation of a proportion of the restructuring provision. The remainder of the restructuring provision relates to business reorganisation costs to be paid over the next year.

11 Called up share capital

	2015 £'000	2014 £'000
Allotted, called up and fully paid		
1,373,399 ordinary shares of £1 each	<u>1,373</u>	<u>1,373</u>

12 Reserves

	Profit and loss account £'000
At 1 April 2014	95,000
Profit for the financial year	6,264
Share-based payments	126
At 31 March 2015	<u>101,390</u>

13 Reconciliation of movements in total shareholders' funds

	2015 £'000	2014 £'000
Profit for the financial year	6,264	6,225
Share-based payments	126	127
Net increase in shareholders' funds	<u>6,390</u>	<u>6,352</u>
Opening shareholders' funds	<u>96,373</u>	<u>90,021</u>
Closing shareholders' funds	<u>102,763</u>	<u>96,373</u>

National Grid Metering Limited
Notes to the financial statements (continued)
For the year ended 31 March 2015

14 Other commitments

Litigation

Through the ordinary course of operations, the Company is party to various litigation, claims and investigations. The Directors do not expect the ultimate resolution of any of these proceedings to have a material adverse effect on the Company's results of operations, cash flows or financial position.

15 Related party transactions and ultimate parent company

The Company is exempt under FRS 8 'Related Party Disclosures' from disclosing transactions with National Grid plc and its subsidiary undertakings where all of the voting rights are held within the group. There were no related party transactions with other companies.

The ultimate parent and controlling company is National Grid plc and the immediate parent company is National Grid Gas plc. The smallest group which includes the Company and for which consolidated financial statements are prepared is headed by National Grid Gas plc and the largest is National Grid plc. Both of these companies are registered in England and Wales.

Copies of these consolidated financial statements can be obtained from the Company Secretary, National Grid plc, 1-3 Strand, London WC2N 5EH.