
GOWER STREET HEAT AND POWER LIMITED

UNAUDITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2018



GOWER STREET HEAT AND POWER LIMITED

COMPANY INFORMATION

DIRECTOR	S Pinnell
COMPANY SECRETARY	S Gregory
REGISTERED NUMBER	04070944
REGISTERED OFFICE	ENGIE Q3 Office Quorum Business Park Benton Lane Newcastle-upon-Tyne Tyne and Wear NE12 8EX

GOWER STREET HEAT AND POWER LIMITED

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GOWER STREET HEAT AND POWER LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 AUGUST 2018

The Director presents his report and the financial statements for the year ended 31 August 2018.

PRINCIPAL ACTIVITIES

The Company has not traded during the year or prior year, as all energy supply activities ceased on 1 October 2010 and, from that date, the Company has concentrated on finalising the cessation of its activities.

DIRECTORS

The Director who served during the year and up to the date of signing the financial statements was:

S Pinnell

FINANCIAL INSTRUMENTS

The Company monitors its exposure to risk on an ongoing basis. The Company's activities do not expose it to any material price risk, cash flow risk and foreign exchange risk. Owing to the nature of the Company's business and the assets and liabilities contained within the balance sheet, the financial risks the Director considers relevant to the Company are credit risk and liquidity risk. The Company has not used financial instruments to manage its exposure to these risks.

Credit risk

Credit risk arises on the Company's principal financial assets, which are amounts owed by group undertakings. The credit risk on amounts owed by group undertakings is not considered to be significant, given the group's strong credit rating.

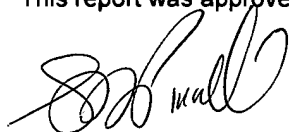
Liquidity risk

The Company has no significant exposure to liquidity risk, as the financial liabilities of the Company are amounts owed by group undertakings. In order to maintain liquidity to ensure sufficient funds are available for ongoing operations and future developments, the Company has access to banking facilities and loans from group companies.

QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

Company officers and duly appointed delegates thereof, are indemnified by the ENGIE global directors and officers' policy ("the policy") in respect of proceedings brought by third parties, subject to conditions set out in section 234 of the Companies Act 2006. This qualifying third party indemnity provision was in force throughout the year and remains in force as at the date of approval of these financial statements.

This report was approved by the board on 3 May 2019 and signed on its behalf.



S Pinnell
Director

GOWER STREET HEAT AND POWER LIMITED

**INCOME STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2018**

	Note	2018 £	2017 £
Administrative expenses		-	(25)
Operating profit/(loss)	4	-	(25)
Interest payable and similar expenses		-	-
Profit/(loss) before tax		-	(25)
Tax on profit/(loss)	5	-	(2,769)
Profit/(loss) for the financial year		-	(2,794)

There were no recognised gains and losses for 2018 or 2017 other than those included in the income statement.

The notes on pages 5 to 10 form part of these financial statements.

GOWER STREET HEAT AND POWER LIMITED
REGISTERED NUMBER: 04070944

STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2018

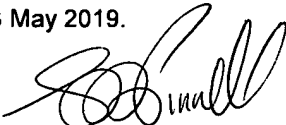
	Note	2018 £	2017 £
Current assets			
Debtors: amounts falling due within one year	6	457,337	457,337
		<u>457,337</u>	<u>457,337</u>
Creditors: amounts falling due within one year	7	(75,756)	(75,756)
Net current assets		<u>381,581</u>	<u>381,581</u>
Total assets less current liabilities		<u>381,581</u>	<u>381,581</u>
Net assets		<u>381,581</u>	<u>381,581</u>
Capital and reserves			
Called up share capital	9	101	101
Profit and loss account	10	381,480	381,480
Total equity		<u>381,581</u>	<u>381,581</u>

The members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Company was entitled to exemption from the requirement to have an audit under section 480 of the Companies Act 2006.

The Director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 3 May 2019.


S Pinnell
Director

The notes on pages 5 to 10 form part of these financial statements.

GOWER STREET HEAT AND POWER LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 AUGUST 2018**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 September 2016	101	384,274	384,375
Comprehensive loss for the year			
Loss for the financial year	-	(2,794)	(2,794)
Total comprehensive loss for the year	-	(2,794)	(2,794)
At 1 September 2017	101	381,480	381,581
Total comprehensive income for the year	-	-	-
At 31 August 2018	101	381,480	381,581

The notes on pages 5 to 10 form part of these financial statements.

GOWER STREET HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

1. GENERAL INFORMATION

The financial statements of Gower Street Heat and Power Limited for the year ended 31 August 2018 were authorised for issue by the Board of Directors on 3 May 2019 and the statement of financial position was signed on the Board's behalf by S Pinnell.

The Company is a private limited liability company, incorporated and domiciled in the United Kingdom. The address of its registered office is ENGIE Q3 Office, Quorum Business Park, Benton Lane, Newcastle-upon-Tyne, Tyne and Wear, NE12 8EX.

The results of the Company are included in the consolidated financial statements of ENGIE S.A., which are available from ENGIE, 1 Place Samuel de Champlain, Faubourg de l'Arche, 92930 Paris La Défense, France.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies Act 2006.

The functional and presentation currency of the Company is Pounds Sterling ("£").

In previous years, the financial statements have been prepared on a going concern basis. However, the Directors have now closed the Company bank accounts and are finalising the cessation of activities. Accordingly the Directors have not prepared the financial statements on a going concern basis. The effect on the financial statements is minimal.

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

GOWER STREET HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

2. ACCOUNTING POLICIES (CONTINUED)

2.2 Financial reporting standard 101 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member

2.3 Taxation

The tax for the year comprises current and deferred tax. Tax is recognised in the income statement, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

GOWER STREET HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

2. ACCOUNTING POLICIES (CONTINUED)

2.5 Creditors

Creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Creditors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

2.6 Financial instruments

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

Financial assets

The Company classifies all of its financial assets as loans and receivables.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers (e.g. trade receivables), but also incorporate other types of contractual monetary asset. They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

Impairment provisions are recognised when there is objective evidence (such as significant financial difficulties on the part of the counterparty or default or significant delay in payment) that the Company will be unable to collect all of the amounts due under the terms receivable, the amount of such a provision being the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable. For trade receivables, which are reported net, such provisions are recorded in a separate allowance account with the loss being recognised within administrative expenses in the income statement. On confirmation that the trade receivable will not be collected, the gross carrying value of the asset is written off against the associated provision.

Financial liabilities

The Company classifies all of its financial liabilities as liabilities at amortised cost.

At amortised cost

Financial liabilities at amortised cost including bank borrowings are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument. Such interest bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried into the statement of financial position.

GOWER STREET HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

There are no areas involving a higher degree of judgment or complexity, or area where assumptions and estimates are significant to the financial statements.

4. OPERATING PROFIT/(LOSS)

The Company has no employees other than the Director (2017: none). All Director's remuneration is paid by a fellow group undertaking in respect of his services to group companies. The Director's services to the Company do not occupy a significant amount of time and consequently the Director does not feel that he has received any remuneration for his incidental services to this Company for the year (2017: £nil).

The fees payable to the Company's auditor for the audit of the annual financial statements of the Company, amounting to £nil (2017: £4,500), have been borne by a fellow group undertaking, ENGIE Services Limited.

5. TAXATION

	2018 £	2017 £
CORPORATION TAX		
Adjustments in respect of previous periods	-	2,769
TOTAL CURRENT TAX	-	2,769

FACTORS AFFECTING TAX EXPENSE FOR THE YEAR

The tax assessed for the year is the same as (2017: higher than) the standard rate of corporation tax in the UK of 19.00% (2017: 19.58%). The differences are explained below:

	2018 £	2017 £
Profit/(loss) before tax	-	(25)
Profit/(loss) multiplied by standard rate of corporation tax in the UK of 19.00% (2017: 19.58%)	-	(5)
Utilisation of tax losses	-	5
Adjustments to tax in respect of previous periods	-	2,769
TOTAL TAX EXPENSE FOR THE YEAR	-	2,769

GOWER STREET HEAT AND POWER LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018**

5. TAXATION (CONTINUED)

FACTORS THAT MAY AFFECT FUTURE TAX EXPENSES

The tax rate for the current year is lower than the prior year due to changes in the UK Corporation tax rate which decreased from 20% to 19% from 1 April 2017.

A reduction in the UK corporation tax rate from 20% to 19% (effective from 1 April 2017) was substantively enacted on 26 October 2015. Further reductions to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016. This will reduce the Company's future current tax expense accordingly.

6. DEBTORS

	2018	2017
	£	£
Amounts owed by group undertakings	457,337	457,337
	457,337	457,337

7. CREDITORS: Amounts falling due within one year

	2018	2017
	£	£
Amounts owed to group undertakings	73,034	73,034
Group relief payable to group undertakings	2,722	2,722
	75,756	75,756

Amounts owed to group undertakings are unsecured and interest free.

GOWER STREET HEAT AND POWER LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018**

8. FINANCIAL INSTRUMENTS

	2018 £	2017 £
FINANCIAL ASSETS		
Financial assets at amortised cost	<u>457,337</u>	<u>457,337</u>
FINANCIAL LIABILITIES		
Financial liabilities measured at amortised cost	<u>(75,756)</u>	<u>(75,756)</u>

Financial assets measured at amortised cost comprise amounts owed by group undertakings.

Financial liabilities measured at amortised cost comprise amounts owed to group undertakings and group relief payable to group undertakings.

9. CALLED UP SHARE CAPITAL

	2018 £	2017 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
1 "A" Ordinary share of £1	1	1
	<u>101</u>	<u>101</u>

10. RESERVES

Profit and loss account

The profit and loss account records the cumulative amount of realised profits and losses less any distributions of dividends.

11. CONTROLLING PARTY

The immediate parent company of Gower Street Heat and Power Limited is ENGIE Urban Energy Group Limited, a company registered in England and Wales. The Director regards ENGIE S.A. as the ultimate parent company and controlling party of Gower Street Heat and Power Limited. ENGIE S.A. is registered in France.

The parent undertaking of the smallest and largest group which includes the Company for which consolidated financial statements are prepared is ENGIE, 1 Place Samuel de Champlain, Faubourg de l'Arche, 92930 Paris La Défense, France.

Copies of the group's consolidated financial statements may be obtained from ENGIE, 1 Place Samuel de Champlain, Faubourg de l'Arche, 92930 Paris La Défense, France.