

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)

Directors' Report and Financial Statements

for the Year Ended 31 December 2013

Registration number: 06451278

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RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
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RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Strategic Report for the year ended 31st December 2013

The directors present their strategic report for the year ended 31 December 2013.

Business review

The principal risks and uncertainties facing the business are whether suitable investment opportunities can be identified, acquired or be developed.

The results for the year are dealt with on page 9 of the financial statements. The loss for the financial year ended 31 December 2013 was £10,016,000 (2012: £35,460,000).

The position of the Company as at 31 December 2013 is provided on page 10 of the financial statements. The net assets as at 31 December 2013 were £1,440,424,000 (2012: £1,288,440,000).

The expenses of the Company such as filing and audit fees have been, and will continue to be met by a subsidiary company.

Key performance indicators

Given the nature of the business, the Company's Directors are of the opinion that the KPIs necessary for an understanding of the development, performance and position of the business are net assets and results after tax and these are shown above.

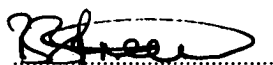
Exceptional Items

There are no exceptional items in the current year. In 2012 there was an exceptional items charge of £31,582,000 in relation to RWE Innogy Stallingborough Limited (formerly RWE Npower Renewables (Stallingborough) Limited). This comprises; impairment of investments (£24,911,000), impairment of land acquired on the purchase of RWE Innogy Stallingborough Limited (£2,670,000), and provision against the intercompany loan balance with RWE Innogy Stallingborough Limited (£4,001,000).

Future Development

The Company intends to continue to invest in renewable energy companies, and further invest in those companies already owned.

Approved by the Board on 14 August 2014 and signed on its behalf by:



B Freeman
Director

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Directors' Report for the year ended 31 December 2013

The directors present their report and the financial statements for the year ended 31 December 2013.

Principal activity

The principal activity of the Company is the holding of investments in renewable energy companies situated in Great Britain.

Future developments

The Company intends to continue to invest in renewable energy companies, and further invest in those companies already owned.

Post Balance Sheet Event

On 31 January 2014, RWE Innogy (UK) Limited changed its name to RWE Innogy UK Holdings Limited.

Dividends

The directors do not recommend payment of a dividend (2012: £nil).

Financial risk management

The Company's operations expose it to a variety of financial risks which are set out below. The Company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the Company by monitoring levels of debts finance and the related finance costs.

Price risk

The Company has no significant exposure to price risk.

Credit risk

The Company has no significant exposure to credit risk.

Liquidity risk

The Company receives financing from its immediate parent and as such has no significant exposure to credit risk outside the RWE Group.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Directors' Report for the year ended 31 December 2013 (continued)

Financial risk management (continued)

Interest rate risk

The Company is currently not exposed to interest rate risk on borrowings, as they are at fixed rates. Interest on funds owed to the Company by group undertakings are linked to LIBOR, and Bank of England base rates.

Currency risk

All of the Company's transactions and balances are currently denominated in sterling and the Company is therefore not exposed to currency risk.

Directors of the company

The directors who held office during the year and up to the date of signing the financial statements were as follows:

A Billcliff (resigned 1 January 2014)
B Freeman
I Calvert
J Lynch-Williams (resigned 31 March 2014)
M Skiba (resigned 11 February 2013)
O Heil
P Williams
P Piddington
R Sandford
P Cowling (appointed 11 February 2013)

The following directors were appointed after the year end:

H Funke (appointed 2 January 2014)
M Parker - (appointed 6 May 2014)

According to the register required to be kept under section 809 of the Companies Act 2006, none of the directors held any interest in the share options or debentures of RWE Innogy group companies incorporated in the UK at the end of the financial year. As permitted by statutory instrument, the register does not include shareholdings of directors in companies incorporated outside Great Britain.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Directors' Report for the year ended 31 December 2013 (continued)

Going concern

The directors have fully considered the risks and uncertainties of the Company's cash flow forecasts and projections.

On this basis, the directors have a reasonable expectation that the Company will have adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis in preparing the annual financial statements.

Further details regarding the adoption of the going concern basis can be found in note 1 of the financial statements.

Directors' responsibilities statement

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;
- 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.

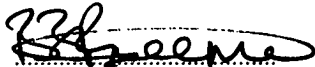
RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Directors' Report for the year ended 31 December 2013 (continued)

Statement of disclosure of information to auditors

In accordance with Section 418, directors' reports shall include a statement, in the case of each director in office at the date the directors' report is approved, that:

- (a) so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- (b) he / she has taken all the steps that he / she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

The financial statements on pages 9 to 17 were approved by the Board on 14 August 2014 and signed on its behalf by:



B Freeman
Director

Auckland House
Lydiard Fields
Great Western Way
Swindon, Wiltshire
SN5 8ZT

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Independent Auditors' Report to the members of RWE Innogy UK Holdings Limited
(formerly RWE Innogy (UK) Limited)

Report on the financial statements

Our opinion

In our opinion the Company financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2013 and of its loss 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.

This opinion is to be read in the context of what we say in the remainder of this report.

What we have audited

The financial statements, which were prepared by RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited) comprise:

- Balance sheet as at 31 December 2013;
- Profit and Loss Account for the year then ended;
- the accounting policies; and
- the notes to the financial statements, which include other explanatory information.

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).

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.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("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.

In addition, we read all the financial and non-financial information in the Annual Report 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.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Independent Auditors' Report to the members of RWE Innogy UK Holdings Limited
(formerly RWE Innogy (UK) Limited) (continued)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and 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.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Independent Auditors' Report to the members of RWE Innogy UK Holdings Limited
(formerly RWE Innogy (UK) Limited) (continued)

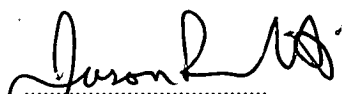
Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Directors' responsibilities statement (set out on page 4), 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 ISAs (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB'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.



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Jason Burkitt (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors

London

15 August 2014

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Profit and Loss Account for the year ended 31 December 2013

	Note	2013 £ 000	2012 £ 000
Administrative expenses		-	(86)
Operating loss	2	-	(86)
Other exceptional items	3	-	(31,582)
Other interest receivable and similar income	6	55,966	36,029
Interest payable and similar charges	7	(69,014)	(41,079)
Loss on ordinary activities before taxation		(13,048)	(36,718)
Tax on loss on ordinary activities	8	3,032	1,258
Loss for the financial year	15	(10,016)	(35,460)

The above results all arise from continuing operations.

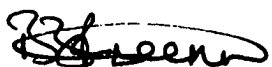
The Company has no recognised gains or losses for the year other than the results above and therefore a separate statement of total recognised gains and losses has not been presented.

There are no material differences between the loss on ordinary activities before taxation and the loss for the financial years stated above and their historical cost equivalent.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
(Registration number: 06451278)
Balance Sheet as at 31 December 2013

	Note	2013 £ 000	2012 £ 000
Fixed assets			
Tangible assets	9	550	550
Investments	10	<u>1,446,574</u>	<u>1,284,491</u>
		<u>1,447,124</u>	<u>1,285,041</u>
Current assets			
Debtors	11	1,575,636	1,370,949
Cash at bank and in hand		<u>7,183</u>	<u>3,475</u>
		1,582,819	1,374,424
Creditors: Amounts falling due within one year	12	<u>(50,018)</u>	<u>(26,525)</u>
Net current assets		<u>1,532,801</u>	<u>1,347,899</u>
Total assets less current liabilities		2,979,925	2,632,940
Creditors: Amounts falling due after more than one year	13	<u>(1,539,501)</u>	<u>(1,344,500)</u>
Net assets		<u>1,440,424</u>	<u>1,288,440</u>
Capital and reserves			
Called up share capital	14	531	477
Share premium account	15	1,511,247	1,349,301
Profit and loss account	15	<u>(71,354)</u>	<u>(61,338)</u>
Total shareholders' funds	16	<u>1,440,424</u>	<u>1,288,440</u>

Approved by the Board on 14 August 2014 and signed on its behalf by:



B Freeman
Director

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013

1 Accounting policies

Basis of preparation

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Consolidation

The financial statements contain information about RWE Innogy (UK) Limited as an individual Company and do not contain consolidated financial information as the parent of a group. The Company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, RWE AG.

Investments

Unlisted investments are stated at cost. These are reviewed for impairment on an annual basis, and provision made for any impairment losses, are recognised through the profit and loss account.

Interest income and expense

Interest income is recognised as income in the period in which it is earned. Interest expense is recognised as an expense in the period in which it is incurred.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historic purchase cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is calculated to write off the cost of tangible fixed assets, less their residual values, over their expected useful lives using the straight line basis.

Freehold land is not depreciated.

Financial instruments

The Company is exempt from the disclosure requirements of Financial Reporting Standard No ("FRS") 25 on the basis that it is a wholly owned subsidiary of RWE AG.

Related party transactions

The Company is exempt under the terms of FRS 8 from disclosing related party transactions with entities that are part of the RWE AG group.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

1 Accounting policies (continued)

Cash flow statement

The Company is a wholly owned subsidiary of RWE AG and is included in the consolidated financial statements of RWE AG which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 1 (revised 1996).

Taxation

The charge for taxation is based on the profit for the financial year and takes into account deferred taxation.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. A net deferred tax asset is recognised as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on an undiscounted basis.

2 Operating loss

Audit fees of £11,800 (2012: £10,600) were borne by another group company and not recharged.

3 Exceptional items

	2013	2012
	£ 000	£ 000
Exceptional items	<u>-</u>	<u>31,582</u>

There are no exceptional items in the current year. In 2012 there was an exceptional items charge of £31,582,000 in relation to RWE Innogy Stallingborough Limited (formerly RWE Npower Renewables (Stallingborough) Limited). This comprises; impairment of investments (£24,911,000), impairment of land acquired on the purchase of RWE Innogy Stallingborough Limited (£2,670,000), and provision against the intercompany loan balance with RWE Innogy Stallingborough Limited (£4,001,000).

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

4 Employee costs and information

Other than the directors, the Company had no employees for the year under review (2012: none).

5 Directors' remuneration

The directors did not receive any emoluments in respect of their services to the Company (2012: £nil).

6 Other interest receivable and similar income

	2013 £ 000	2012 £ 000
Interest receivable on associated company bond	5,985	5,156
Interest receivable on intercompany loan	49,981	30,873
	<u>55,966</u>	<u>36,029</u>

7 Interest payable and similar charges

	2013 £ 000	2012 £ 000
Interest payable on bank account	302	342
Interest payable on intragroup loans	68,712	40,737
	<u>69,014</u>	<u>41,079</u>

8 Tax on loss on ordinary activities

Current tax, being UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

8 Tax on loss on ordinary activities (continued)

	2013 £ 000	2012 £ 000
Current tax		
Group relief receivable	(3,076)	(1,258)
Adjustments in respect of previous periods	44	-
Total current tax	<u>(3,032)</u>	<u>(1,258)</u>
Deferred tax		
Origination and reversal of timing differences	42	-
Adjustments in respect of previous periods	(42)	-
Total deferred tax	<u>-</u>	<u>-</u>
Tax credit on loss on ordinary activities	<u>(3,032)</u>	<u>(1,258)</u>

Factors affecting current tax charge for the year

The tax assessed for the year is the lower than (2012: lower than) the standard rate of corporation tax in the UK of 23.25% (2012: 24.5%).

The differences are explained below:

	2013 £ 000	2012 £ 000
Loss on ordinary activities before tax	<u>(13,048)</u>	<u>(36,718)</u>
Loss on ordinary activities before taxation multiplied by standard rate of corporation tax in the UK of 23.25% (2012: 24.5%)	(3,034)	(8,996)
Expenses not deductible for tax purposes	-	7,738
Other timing differences	(42)	-
Adjustments in respect of previous periods	44	-
Current tax credit for the period	<u>(3,032)</u>	<u>(1,258)</u>

Factors that may affect future tax charges

During the year, the main rate of UK corporation tax was reduced from 24% to 23%. This was substantively enacted on 3 July 2012 and was effective from 1 April 2013.

During the year, the relevant deferred tax balances have been re-measured as a result of the change in the main rate of corporation tax to 21% effective from 1 April 2014 and to 20% effective from 1 April 2015. These rate reductions were substantively enacted on 2 July 2013 prior to the balance sheet date.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

9 Tangible fixed assets

	Land £ 000
Cost	
At 1 January 2013	3,220
At 31 December 2013	3,220
Impairment charge	
At 1 January 2013	(2,670)
At 31 December 2013	(2,670)
Net book value	
At 31 December 2013	550
At 31 December 2012	550

10 Investments

Shares in group undertakings and participating interests

	Subsidiary undertakings £ 000	Total £ 000
Cost		
At 1 January 2013	1,284,491	1,284,491
Additions	162,083	162,083
At 31 December 2013	1,446,574	1,446,574
Net book value		
At 31 December 2013	1,446,574	1,446,574
At 31 December 2012	1,284,491	1,284,491

The investment holdings of the Company are listed on page 19. The directors believe that the carrying value of the investments is supported by underlying net assets.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

11 Debtors

	2013 £ 000	2012 £ 000
Amounts owed by parent undertakings	210,025	-
Amounts owed by group undertakings	1,326,369	1,335,358
Amounts owed by associated undertaking	39,242	35,591
	<u>1,575,636</u>	<u>1,370,949</u>

Amounts owed by group undertakings includes £1,309,499,879 (2012: £281,800,000) due in greater than one year.

This amount represents four loans with a maturity date and interest rate as follows:

£81,000,000 maturing on 18 December 2020 with interest charged at 2.90%.

£200,000,000 maturing on the 28 September 2022 with interest charged at 4.00%.

£195,000,000 maturing on the 23 August 2025 with interest charged at 4.51%.

£832,699,879 maturing on the 20 September 2027 with interest charged at 4.97%.

Included in amounts owed by group undertakings is a loan of £Nil (2012: £1,051,081,913.38 charged at LIBOR plus 0.59%) due in less than one year.

Included in amounts owed by parent undertakings is a loan of £210,000,000 (2012: £nil) due in less than one year. The rate of interest on the loan is charged at 0.23%

Amounts owed by group undertakings include £3,031,476 (2012: £1,258,492) of group relief receivable.

Remaining amounts owed by group undertakings are unsecured, interest free and repayable on demand.

Amounts owed by the associated undertaking (listed at note 18), relate to a 33.33% holding of Deep Discount Bonds (DDB's) which were issued in three tranches by Zephyr Investments Limited. The amount is receivable in greater than one year.

12 Creditors: Amounts falling due within one year

	2013 £ 000	2012 £ 000
Amounts owed to parent undertakings	26,474	-
Amounts owed to group undertakings	23,544	26,525
	<u>50,018</u>	<u>26,525</u>

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

12 Creditors: Amounts falling due within one year (continued)

Included in amounts owed to group undertakings is a loan of £23,544,743 (2012: £Nil) which is repayable within one year.

The implicit rate of interest on the loan is 0.80719%, effective from 30 Dec 2013.

All other creditors are unsecured, interest free and repayable on demand.

In the prior year amounts owed to parent undertakings were disclosed as amounts owed to group undertakings. This has been reclassified in the comparatives above and has no impact on net assets.

13 Creditors: Amounts falling due after more than one year

	2013 £ 000	2012 £ 000
Amounts owed to parent undertakings	<u>1,539,501</u>	<u>1,344,500</u>

The amount represents five loans owed to the parent undertaking, repayable on 1 February 2018, 28 September 2022, 20 September 2027, 22 August 2025 and 18 December 2020, with interest charged at 6.1506%, 3.98%, 4.95%, 4.49% and 2.88% respectively. The loans are unsecured.

In the prior year amounts owed to parent undertakings were disclosed as amounts owed to group undertakings. This has been reclassified in the current year and has no impact on the net assets.

14 Called up share capital

Allotted, called up and fully paid shares

	2013 No. 000	£ 000	2012 No. 000	£ 000
Ordinary 'A' Shares of £1 each	505	505	451	451
Ordinary 'B' Shares of £1 each	<u>26</u>	<u>26</u>	<u>26</u>	<u>26</u>
	<u>531</u>	<u>531</u>	<u>477</u>	<u>477</u>

The holders of A shares have the right to receive dividends and to participate in the profits of the Company. The holders of B shares do not have the right to receive any dividend or to participate in the profits of the Company, but have the right to a return of capital, upon a reduction of capital or upon a liquidation of the Company, equal to twice the aggregate nominal amount of such B shares.

The holders of A shares have the right to attend all meetings, vote on all resolutions, and are free to transfer their shares. The holders of B shares have similar rights, subject to restrictions contained in the Company's articles of association.

During the year 54,000 Ordinary 'A' Shares (2012: 76,000) having an aggregate nominal value of £54,000 (2012: £76,000) were allotted for an aggregate consideration of £162,000,000 (2012: £228,000,000).

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

15 Reserves

	Share premium account £ 000	Profit and loss account £ 000	Total £ 000
At 1 January 2013	1,349,301	(61,338)	1,287,963
Loss for the financial year	-	(10,016)	(10,016)
Share premium on issue 54,000 'A' ordinary shares to parent company	161,946	-	161,946
At 31 December 2013	<u>1,511,247</u>	<u>(71,354)</u>	<u>1,439,893</u>

16 Reconciliation of movements in shareholders' funds

	2013 £ 000	2012 £ 000
Loss for the financial year	(10,016)	(35,460)
Issue of Share Capital	<u>162,000</u>	<u>228,000</u>
Net addition to shareholders funds	151,984	192,540
Shareholders' funds at 1 January	<u>1,288,440</u>	<u>1,095,900</u>
Shareholders' funds at 31 December	<u><u>1,440,424</u></u>	<u><u>1,288,440</u></u>

17 Post balance sheet events

On 31 January 2014, RWE Innogy (UK) Limited changed its name to RWE Innogy UK Holdings Limited.

RWE Innogy UK Holdings Limited (formerly RWE Innogy (UK) Limited)
Notes to the Financial Statements for the year ended 31 December 2013 (continued)

18 Ultimate parent undertaking and controlling party

The immediate parent company is RWE Innogy GmbH, a company incorporated in Germany.

The ultimate parent company and controlling party is RWE AG, a company incorporated in Germany, which is the parent company of the smallest and largest group to consolidate these financial statements. Copies of the RWE AG consolidated financial statements can be obtained from RWE AG, Opernplatz 1, 45128, Essen, Germany.

Subsidiaries	Country of Incorporation	Holding	Share Capital Held	Nature of business
RWE Innogy UK Limited (formerly RWE Npower Renewables Limited)	England & Wales	Ordinary Shares	100%	Development and operation of renewable energy facilities
RWE Innogy Stallingborough Limited [RWE Npower Renewables (Stallingborough) Limited]	England & Wales	Ordinary Shares	100%	Development of a biomass generation site
Zephyr Investments Limited	England & Wales	Ordinary Shares	33%	Investment in electricity generation projects which utilise wind power.