



EDF ENERGY FLEET SERVICES LIMITED

Registered Number 6573892

ANNUAL REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2013

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Directors

David Tomblin
Vakis Ramany

Company Secretary

Lisa Deverick

Auditor

Deloitte LLP
London

Registered Office

40 Grosvenor Place
Victoria
London
SW1X 7EN

DIRECTORS' REPORT

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

The Directors' Report has been prepared in accordance with the special provisions relating to small companies under section 415(A) of the Companies Act 2006. The company has applied the exemption for small companies from preparing a Strategic Report.

Principal activities

The Company's principal activities during the year were the provision of fleet services to companies within the EDF Energy Holdings Limited Group ("Group"). It will continue with these activities for the foreseeable future.

Business review

The profit for the year, before taxation, amounted to £282k (2012: £100k loss) and after taxation, amounted to £245k (2012: £76k loss). No dividends were paid in the year (2012: £nil).

Going concern

The Company's ability to continue as a going concern is assessed in conjunction with the Group as its viability is dependent upon the ability of other companies within the Group to settle and not to recall their intercompany balances with the Company.

After making enquiries and reviewing cash flow forecasts and available facilities for at least the next 12 months, the Directors have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. This judgement has been formed taking into account the principal risks and uncertainties that the Company faces and which have been outlined in more detail elsewhere in the Directors' Report. For this reason the Directors continue to adopt the going concern basis in preparing the financial statements.

Directors

Directors who held office during the year and subsequently, except as noted, were as follows:

David Tomblin
Vakis Ramany

None of the Directors had a service contract with the Company in the current or prior year. They are all employed by associated companies within the EDF Group, and have contracts with that Company.

The Company has made qualifying third party indemnity provisions for the benefit of its Directors which were made during the year and remain in force at the date of this report.

Financial risk management

The Company is not exposed to any significant currency or interest rate risk.

Due to the nature of the Company's business and the assets and liabilities contained within the Company's balance sheet the only financial risks the Director considers relevant to this Company are credit risk and liquidity risk. Credit risk is mitigated by the nature of the debtor balances owed, with these debtors due from other Group companies who are able to repay the debts if required and liquidity risk is mitigated by the financial support over the overdraft given by EDF Energy plc, its parent company.

DIRECTOR'S REPORT continued

Disclosure of information to the Auditor

Each of the persons who is a director at the date of approval of this annual report confirms that:

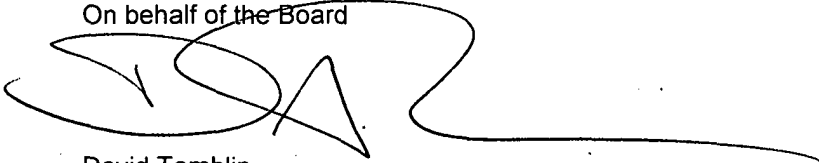
- so far as the Director is aware, there is no relevant audit information of which the Company's Auditor is unaware; and
- the Director has taken all the steps that he/she ought to have taken as a Director in order to make himself/herself aware of any relevant audit information and to establish that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

This confirmation is given and should be interpreted in accordance with the provisions of s.418 of the Companies Act 2006.

Auditor

It is noted that Deloitte LLP as appointed by the members are deemed to be re-appointed as the auditors to the Company for the financial year ending 31 December 2014 in accordance with the provisions of Section 487(2) of the Companies Act 2006 and that the Directors have been authorised to fix the remuneration of the auditors.

On behalf of the Board

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

David Tomblin
Director

18 September 2014

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are responsible for preparing the Annual 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 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 judgments 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDF ENERGY FLEET SERVICES LIMITED

We have audited the financial statements of EDF Energy Fleet Services Limited for the year ended 31 December 2013 which comprise the Profit and Loss account, the Balance Sheet and the related notes numbered 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).

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 Directors and the Auditor

As explained more fully in the Directors' Responsibility 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 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.

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 2013 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.

Opinion on other matter prescribed by the Companies Act 2006

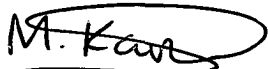
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDF ENERGY FLEET SERVICES LIMITED

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; or
- the Directors were not entitled to take advantage of the small companies exemption in preparing the Strategic Report.



Michael Karaiskos (Senior Statutory Auditor)

For and on behalf of Deloitte LLP

Chartered Accountants and Statutory Auditor

London, United Kingdom

18 September 2014

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2013**

| | <i>Note</i> | 2013 £000 | 2012 £000 |
|--|-------------|----------------------|----------------------|
| Turnover | 2 | 8,030 | 7,261 |
| Cost of sales | | (8,018) | (7,579) |
| Operating profit/(loss) | 3 | 12 | (318) |
| Profit on disposal of fixed assets | | 270 | 218 |
| Profit/ (loss) on ordinary activities before taxation | | 282 | (100) |
| Tax (charge)/credit on profit/(loss) on ordinary activities | 6 | (37) | 24 |
| Profit/ (loss) for the financial year | | 245 | (76) |

All results are derived from continuing operations in the current and the previous year.

There were no recognised gains or losses during the year other than the profit in the current year and the loss in the prior year. Accordingly, no statement of total recognised gains and losses has been presented.

BALANCE SHEET
AT 31 DECEMBER 2013

| | <i>Note</i> | 2013 £000 | 2012 £000 |
|---|-------------|----------------------|----------------------|
| Fixed assets | | | |
| Tangible assets | 7 | 7,851 | 7,724 |
| Current assets | | | |
| Debtors – due within one year | 8 | 1,572 | 1,249 |
| | | 1,572 | 1,249 |
| Creditors: amounts falling due within one year | 9 | (8,638) | (8,505) |
| Net current liabilities | | (7,066) | (7,256) |
| Total assets less current liabilities | | 785 | 468 |
| Provision for liabilities | 10 | (324) | (252) |
| Net assets | | 461 | 216 |
| Capital and reserves | | | |
| Called up share capital | 11 | - | - |
| Profit and loss account | 12 | 461 | 216 |
| Shareholder's equity | | 461 | 216 |

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements of EDF Energy Fleet Services Limited, registered number 6573892 were approved by the Board of Directors on 18 September 2014 and were signed on its behalf by:



David Tomblin
Director

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

The principal accounting policies are set out below. They have all been applied consistently throughout the year and the preceding year.

Basis of accounting

These financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom law and accounting standards.

Going concern

The Company's ability to continue as a going concern is assessed in conjunction with the Group as its viability is dependent upon the ability of other companies within the Group to settle and not to recall their intercompany balances with the Company.

After making enquiries and reviewing cash flow forecasts and available facilities for at least the next 12 months, the Directors have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. This judgement has been formed taking into account the principal risks and uncertainties that the Company faces and which have been outlined in more detail elsewhere in the Directors' Report. For this reason the Directors continue to adopt the going concern basis in preparing the financial statements.

Cash flow statement

The Company is exempt from preparing a cash flow statement under the terms of FRS 1 'Cash flow statements (revised 1996)' as it is a member of a group, headed by EDF Energy Holdings Ltd, whose consolidated accounts include a cash flow statement and are publicly available.

Tangible fixed assets

Fixed assets comprise assets acquired by the Company. Expenditure of a capital nature incurred to improve operational performance or to improve safety in order to meet increased regulatory standards is also capitalised.

Tangible fixed assets are stated at cost, net of depreciation and provision for impairment. The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of acquisition of each asset evenly over its expected useful life, as follows:

| | | |
|---------------------------|---|-------------|
| Heavy commercial vehicles | – | Ten years |
| Light commercial vehicles | – | Seven years |
| Motor vehicles | – | Five years |

Rental income

The Company's policy for recognition of revenue from operating leases is described below.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Rental income from operating leases is recognised in the profit and loss account on a straight-line basis over the lease term, even if payments are not made on such a basis.

NOTES TO THE FINANCIAL STATEMENTS continued

1. Accounting policies (continued)

Taxation

Current tax, including 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.

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 or a right to pay less tax in the future have occurred at the balance sheet date, with the following exceptions:

- provision is made for gains on disposal of fixed assets that have been rolled over into replacement assets only where, at the balance sheet date, there is a commitment to dispose of the replacement assets with no likely subsequent rollover or available capital losses;
- provision is made for gains on re-valued fixed assets only where there is a commitment to dispose of the re-valued assets and the attributable gain can neither be rolled over nor eliminated by capital losses; and
- deferred tax assets are recognised only to the extent that the Directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing difference can be deducted.

Deferred tax is measured on an undiscounted basis.

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

Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

2. Turnover

Turnover, which is stated net of value added tax, arises entirely in the United Kingdom and is attributable to the activities of the supply of fleet services to the Group. Rental income earned in the current year from leases is £5,066k (2012: £4,718k). Revenue of £2,964k (2012: £2,543k) relates to additional services provided outside of the rental agreements such as provision of fuel and accident repairs.

NOTES TO THE FINANCIAL STATEMENTS continued

3. Operating profit/(loss)

| | 2013 | 2012 |
|--|--------------|-------|
| | £000 | £000 |
| This is stated after charging the following: | | |
| Depreciation of owned assets (note 7) | 2,529 | 2,494 |
| Fuel costs | 1,767 | 1,708 |
| Repairs and maintenance | 1,796 | 1,598 |
| Transport costs | 868 | 848 |
| Insurance costs | 522 | 330 |
| Road tax | 221 | 230 |
| Agency costs | 111 | 217 |
| Other transport costs | 76 | 154 |

In 2013 an amount of £11,308 (2012: £11,000) was paid to Deloitte LLP for audit services. This charge was borne by another Group company in both the current and prior year. The Company incurred no non-audit fees (2012: £nil).

4. Directors' emoluments

All Directors are employed by associated companies within the EDF Group. The Directors did not receive any remuneration for services to the Company during the year or preceding year.

No Director (2012: none) held any interests in the shares or debentures of the Company or the Group required to be disclosed under the Companies Act 2006.

5. Staff costs

| | 2013 | 2012 |
|-----------------------|-------------|------|
| | £000 | £000 |
| Wages and salaries | 98 | 52 |
| Social security costs | 8 | 3 |
| Pension costs | 22 | 10 |
| | 128 | 65 |

The Company had no direct employees in 2013 (2012: None).

The staff costs relate to amount recharged for provision of services by staff employed by subsidiaries of the EDF Group.

NOTES TO THE FINANCIAL STATEMENTS continued

6. Tax (charge)/credit on profit/(loss) on ordinary activities

(a) Analysis of tax charge in the year:

| UK current tax | 2013 £000 | 2012 £000 |
|---|--------------|--------------|
| UK corporation tax credit on profit/(loss) for the year | (18) | (71) |
| Adjustment in respect of previous periods | (17) | - |
| Total current tax credit (note 5(b)) | (35) | (71) |
| UK deferred tax | | |
| Origination and reversal of timing differences | 77 | 56 |
| Effect of decreased tax rate on opening liability | (20) | (9) |
| Adjustment in respect of previous period | 15 | - |
| Total deferred tax charge for the year | 72 | 47 |
| Total tax charge/(credit) on profit/(loss) on ordinary activities | 37 | (24) |

Changes to the main rate of corporation tax were announced in the Finance Act 2013. These comprised a reduction in the main rate of corporation tax for the financial year beginning 1 April 2014 from 23% to 21% and a further reduction for the financial year beginning 1 April 2015 from 21% to 20%. The Finance Act 2013 was substantively enacted on 3 July 2013 and has therefore been applied where appropriate in these financial statements.

As the reduction to 20% had been substantively enacted at the balance sheet date, the deferred tax liability at 31 December 2013 has been calculated at 20%. The impact of the future rate changes from 23% to 20% has been to decrease the deferred tax liability by £34,000 in the year.

(b) Factors affecting tax charge for the year:

The tax assessed for the period is lower (2012: lower) than the standard rate of corporation tax in the UK.

The differences are explained below.

| | 2013 £000 | 2012 £000 |
|--|--------------|--------------|
| Profit/(loss) on ordinary activities before tax | 282 | (100) |
| Tax on profit/(loss) on ordinary activities at standard UK rate of corporation tax of 23.25% (2012: 24.5%) | 66 | (24) |
| Effect of: | | |
| Permanent differences | 5 | 12 |
| Capital allowances in excess of depreciation | (89) | (59) |
| Adjustment in respect of previous periods | (17) | - |
| Current tax credit for the year | (35) | (71) |

NOTES TO THE FINANCIAL STATEMENTS continued

7. Tangible fixed assets

| | Motor vehicles | Light commercial vehicles | Total |
|----------------------------|----------------|---------------------------|---------------|
| | £000 | £000 | £000 |
| Cost | | | |
| At 1 January 2013 | 5,757 | 5,349 | 11,106 |
| Additions | 2,459 | 475 | 2,934 |
| Disposals | (973) | (245) | (1,218) |
| At 31 December 2013 | 7,243 | 5,579 | 12,822 |
| Depreciation | | | |
| At 1 January 2013 | 1,424 | 1,958 | 3,382 |
| Charge for the year | 1,503 | 1,026 | 2,529 |
| Disposals | (748) | (192) | (940) |
| At 31 December 2013 | 2,179 | 2,792 | 4,971 |
| Net book value | | | |
| At 31 December 2013 | 5,064 | 2,787 | 7,851 |
| At 31 December 2012 | 4,333 | 3,391 | 7,724 |

All fixed assets are leased under operating leases to other Group companies.

8. Debtors

| | 2013 £000 | 2012 £000 |
|---|--------------|--------------|
| Debtors: amounts falling due within one year | | |
| Amounts owed by other Group companies | 783 | 807 |
| Corporation tax (Group relief receivable) | 106 | 170 |
| Prepayments and accrued income | 683 | 272 |
| | 1,572 | 1,249 |

The amounts owed by other Group companies include rental receivable under operating leases of £427,207 (2012: £373,018).

NOTES TO THE FINANCIAL STATEMENTS continued

9. Creditors: amounts falling due within one year

| | 2013 £000 | 2012 £000 |
|---------------------------------------|----------------------------|--------------|
| Amounts owed to other Group companies | 6,904 | 7,444 |
| Trade creditors | 222 | 121 |
| Other taxation and social security | 64 | 165 |
| Accruals and deferred income | 1,448 | 775 |
| | 8,638 | 8,505 |

The Company is included in a collective net overdraft facility arrangement which permits the offset of cash balances with overdrafts in subsidiary companies. In current year the element of the Company overdraft of £6,904k (2012: £7,444k) which relates to the collective net overdraft balance is shown above within amounts owed to other Group companies.

10. Provisions for liabilities

The movements in provisions during the current year are as follows:

| | At 1 January 2013 £000 | Arising during the year £000 | At 31 December 2013 £000 |
|---------------------------------|------------------------------|------------------------------------|-----------------------------------|
| Other provision for liabilities | 96 | - | 96 |
| Deferred tax | 156 | 72 | 228 |
| | 252 | 72 | 324 |

The other provision relates to insurance and includes claims prior to the end of year.

The deferred taxation provided in the financial statements is as follows:

| | 2013 £000 | 2012 £000 |
|--------------------------------|----------------------------|--------------|
| Accelerated capital allowances | 228 | 156 |
| Provision for deferred tax | 228 | 156 |

11. Share capital

Allotted, called up and fully paid

| | 2013 Number | 2012 Number | 2013 £000 | 2012 £000 |
|-------------------------|------------------------------|----------------|----------------------------|--------------|
| Ordinary share of £1.00 | 1 | 1 | - | - |

NOTES TO THE FINANCIAL STATEMENTS continued

12. Reconciliation of shareholder's equity

| | Share capital | Profit and loss account | Total shareholder's equity |
|----------------------------|------------------|----------------------------|----------------------------------|
| | £000 | £000 | £000 |
| At 1 January 2012 | - | 292 | 292 |
| Loss for the year | - | (76) | (76) |
| At 31 December 2012 | - | 216 | 216 |
| Profit for the year | - | 245 | 245 |
| At 31 December 2013 | - | 461 | 461 |

13. Related parties

In accordance with FRS 8 'Related parties disclosures', the Company is exempt from disclosing transactions with entities that are part of the Group or investees of the Group qualifying as related parties, as it is a wholly-owned subsidiary of a parent which prepares consolidated accounts which are publicly available.

14. Parent undertaking and controlling entity

EDF Energy plc holds a 100% interest in EDF Energy Fleet Services Limited and is considered to be the immediate parent company. EDF Energy Holdings Ltd heads the smallest group for which consolidated financial statements are prepared which include the results of the Company. Copies of that Company's consolidated financial statements may be obtained from 40 Grosvenor Place, Victoria, London SW1X 7EN.

At 31 December 2013, Electricité de France SA, a company incorporated in France, is regarded by the Directors as the Company's ultimate parent company and controlling party. This is the largest group for which consolidated financial statements are prepared. Copies of that Company's consolidated financial statements may be obtained from Electricité de France SA, 22-30 Avenue de Wagram, 75382, Paris, Cedex 08, France.