

EDF ENERGY LAKE LIMITED

REGISTERED NUMBER: 09200461

ANNUAL REPORT AND FINANCIAL STATEMENTS

PERIOD FROM 2 SEPTEMBER 2014 TO 31 DECEMBER 2015

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EDF ENERGY LAKE LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
PERIOD FROM 2 SEPTEMBER 2014 TO 31 DECEMBER 2015

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| | |
|--------------------------|---|
| Directors | Vincent de Rivaz Robert Guyler Jean-Marc Lefeuivre |
| Company secretary | Guido Santi |
| Auditor | Deloitte LLP 2 New Street Square London EC4A 3BZ |
| Registered office | 40 Grosvenor Place Victoria London SW1X 7EN |

EDF ENERGY LAKE LIMITED
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STRATEGIC REPORT

The Directors present their Strategic Report for the period from 2 September 2014 to 31 December 2015.

Principal activity

The principal activity of the Company is that of an investment holding company. It will continue with this activity for the foreseeable future.

Review of the business

The loss before and after taxation for the period amounted to £1,032m as a result of the impairment of the Company investment in subsidiary undertaking.

The EDF Energy Holdings Limited group (the "Group") manages its operations on a group basis. For this reason, the Company's Directors believe that further key performance indicators for the Company are not necessary or appropriate for an understanding of the development, performance or position of the business. The performance of the Group which includes the Company is discussed in the EDF Energy Holdings Limited annual report, which does not form part of this report.

Principal risks and uncertainties

The following is a discussion of the key risks facing the Company together with a summary of the Company's approach to managing those risks.

The future prospects of the Company are dependent on the performance of its investment in subsidiaries. The investment in Lake Acquisitions Limited has been reviewed and the carrying value, after impairment, is considered to be recoverable based on the forecast performance of Lake Acquisitions and its subsidiaries.

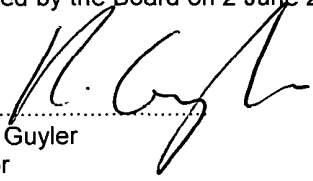
The Company is not exposed to any significant currency, interest rate or liquidity risk.

The Company has exposure to credit risk. Credit risk is mitigated by the nature of the debtor balances owed, with these due from the parent company who is able to repay these if required.

Going concern

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 this report. For this reason the Directors adopt the going concern basis in preparing the financial statements.

Approved by the Board on 2 June 2016 and signed on its behalf by:


.....
Robert Guyler
Director

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DIRECTORS' REPORT

The Directors present their report and the financial statements for the period from 2 September 2014 to 31 December 2015.

Incorporation

The company was incorporated on 2 September 2014.

Directors

The Directors who held office during the period and to the date of this report were as follows:

Vincent de Rivaz (appointed 24 November 2014)

Robert Guyler (appointed 6 March 2015)

Jean-Marc Lefevre (appointed 23 February 2015)

Adrian Joseph Morris Levy (appointed 2 September 2014 and resigned 24 November 2014)

David John Pudge (appointed 2 September 2014 and resigned 24 November 2014)

Simone Rossi (appointed 24 November 2014 and resigned 23 February 2015)

None of the Directors had a service contract with the Company in the current year. They are all employed by associated companies within the group and no portion of their remuneration can be specifically attributed to their services to the Company.

No Director held any interests in the shares or debentures of the Company or the Group required to be disclosed under the Companies Act 2006.

Dividends

Dividends of £864m were paid during the period. These dividends were paid on 22 December 2014 (£280m) 29 June 2015 (£160m) and 21 December 2015 (£424m) in good faith based on the financial information available as at the relevant dates, prior to any indicators of impairment loss.

Political donations

The Company made no political donations in the current period.

Future developments

The future developments of the Company are outlined in the Strategic Report.

Directors liabilities

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

Disclosure of information to the auditor

Each Director has taken steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information. The Directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

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DIRECTORS' REPORT (CONTINUED)

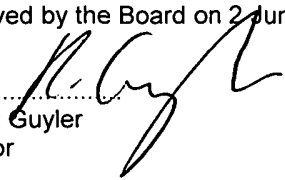
Appointment and reappointment of auditor

Deloitte LLP were appointed as the Company's auditor during the period and expressed their willingness to continue in office.

It is further noted that in order for (a) Deloitte to be deemed to be re-appointed as the auditor to the Company for the financial year ending 31 December 2016, and for subsequent financial years, in accordance with the provisions of Section 487 (2) of the Companies Act 2006, and for (b) the Directors to be authorised to fix the remuneration of the auditor, it is necessary to obtain the approval of the members of the Company and a members shareholder written resolution has been prepared and will be circulated for approval.

Approved by the Board on 2 June 2016 and signed on its behalf by:

.....
Robert Guyler
Director



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DIRECTORS' RESPONSIBILITIES 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 Financial Reporting Standard 101 Reduced Disclosure Framework. 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 Financial Reporting Standard 101 Reduced Disclosure Framework has 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.

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

We have audited the financial statements of EDF Energy Lake Limited for the period from 2 September 2014 to 31 December 2015, which comprise the Income Statement, the Balance Sheet, the Statement of Changes in Equity, and the related notes 1 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework".

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

Respective responsibilities of Directors and auditor

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

Scope of the audit of the financial statements

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

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its loss for the period 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 Strategic Report and Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

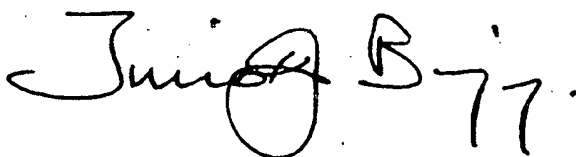
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ANNUAL REPORT AND FINANCIAL STATEMENTS
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDF ENERGY LAKE LIMITED
(CONTINUED)

Matters on which we are required to report by exception

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

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

A handwritten signature in black ink, appearing to read 'Timothy Biggs' followed by a large stylized 'B' and '77'.

.....
Timothy Biggs FCA (Senior Statutory Auditor)
For and on behalf of Deloitte LLP, Statutory Auditor

2 New Street Square
London
EC4A 3BZ

2 June 2016

EDF ENERGY LAKE LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
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INCOME STATEMENT
FOR THE PERIOD FROM 2 SEPTEMBER 2014 TO 31 DECEMBER 2015

| | Note | 2 September 2014 to 31 December 2015 £ m |
|--|------|--|
| Operating loss | | - |
| Impairment | 8 | <u>(2,057)</u> |
| Loss before taxation and finance costs | | (2,057) |
| Investment income | 4 | <u>1,025</u> |
| Loss before taxation on ordinary activities | | (1,032) |
| Taxation on loss on ordinary activities | 6 | <u>-</u> |
| Loss for the period | | <u>(1,032)</u> |

There were no recognised gains or losses during the current period other than the losses shown above. Accordingly, no statement of comprehensive income has been presented.

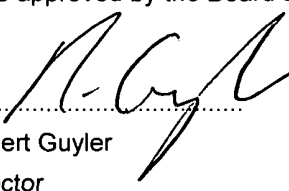
The above results were derived from continuing operations in the current period.

EDF ENERGY LAKE LIMITED
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BALANCE SHEET
AT 31 DECEMBER 2015

| | Note | 31 December 2015 £ m |
|--|------|----------------------------|
| Non-current assets | | |
| Financial assets | 9 | 160 |
| Investments in subsidiary undertakings | 10 | <u>7,842</u> |
| | | 8,002 |
| Current assets | | |
| Trade and other receivables | 11 | <u>1</u> |
| Total assets | | <u>8,003</u> |
| Net assets | | <u>8,003</u> |
| Capital and reserves | | |
| Called up share capital | 12 | 8,916 |
| Share premium reserve | | 983 |
| Retained earnings | | <u>(1,896)</u> |
| Shareholder's funds | | <u>8,003</u> |

The financial statements of EDF Energy Lake Limited (registered number 09200461) on pages 7 to 18 were approved by the Board and authorised for issue on 2 June 2016 and signed on its behalf by:



 Robert Guyler
 Director

EDF ENERGY LAKE LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 2 SEPTEMBER 2014 TO 31 DECEMBER 2015

| | Share capital £ m | Share premium £ m | Retained earnings £ m | Total £ m |
|--|----------------------|-------------------------|-----------------------------|--------------|
| At 2 September 2014 issue of shares | 8,916 | 983 | - | 9,899 |
| Loss for the period | - | - | (1,032) | (1,032) |
| Total comprehensive loss | - | - | (1,032) | (1,032) |
| Dividends | - | - | (864) | (864) |
| At 31 December 2015 | 8,916 | 983 | (1,896) | 8,003 |

EDF ENERGY LAKE LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS

1 General information

General information

EDF Energy Lake Limited is a company incorporated in the United Kingdom on 2 September 2014 under the Companies Act. It is resident in the United Kingdom for tax purposes.

Basis of preparation

These financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework for the period from incorporation on 2 September 2014 to 31 December 2015.

Critical accounting judgements and key sources of estimation uncertainty

In the process of applying the Company's accounting policies, some critical accounting judgements have been applied by management and some balances are based on estimates.

Asset impairment

The Company performs impairment testing on investments where there is an indication of potential impairment. The impairment review involves a number of assumptions including discount rates, output values, asset lives and forward power prices. Further detail on the assumptions used in the calculation can be found in note 8.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to the period presented, unless otherwise stated. The financial statements have been prepared on the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for the asset. The financial statements are presented in pounds sterling as that is the currency for the primary economic environment in which the company operates.

Summary of disclosure exemptions

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

- a) the requirements of IFRS 7 Financial Instruments: Disclosures;
- b) the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement;
- c) the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - (i) paragraph 79(a)(iv) of IAS 1;
 - (ii) paragraph 73(e) of IAS 16 Property, Plant and Equipment;
 - (iii) paragraph 118(e) of IAS 38 Intangible Assets;

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2 Accounting policies (continued)

- g) the requirements of paragraphs 10(d), 10(f), 39(c) and 134-136 of IAS 1 Presentation of Financial Statements;
- h) the requirements of IAS 7 Statement of Cash Flows;
- i) the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;
- j) the requirements of paragraph 17 of IAS 24 Related Party Disclosures;
- k) 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;
- l) the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets

Going concern

As set out in the Strategic Report, after making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they adopt the going concern basis in preparing the financial statements

Exemption from preparing group accounts

The financial statements contain information about EDF Energy Lake 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, EDF Energy Holdings Limited, a company incorporated in United Kingdom.

Taxation

Current tax

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 by the balance sheet date. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2 Accounting policies (continued)

Deferred tax

Deferred tax is provided or recognised in full using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax arising from the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction (other than in a business combination) that affects neither the taxable profit nor the accounting profit, or differences relating to investments in subsidiaries, to the extent that they will probably not reverse in the foreseeable future is not provided for.

Deferred tax assets are recognised to the extent it is more likely than not that future taxable profits will be available against which the temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the assets to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply for the period when the asset is realised or the liability is settled based on tax laws and rates that have been enacted or substantively enacted at the balance sheet date.

Current tax and deferred tax for the period

Current tax and deferred tax are recognised in the income statement, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current tax and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Investments

Fixed asset investments are shown at cost less any provision for impairment. Current assets investments are stated at the lower of cost and net realisable value.

3 Operating profit

In the current period, an amount of £6,000 was paid to Deloitte LLP for the audit of the Company's annual accounts. This charge was borne by another Group company. In the current period amounts payable to Deloitte LLP by the Company in respect of non-audit services were £nil.

The Company had no employees in the period ending 31 December 2015.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4 Investment income

| | 2 September 2014 to 31 December 2015 £ m |
|---------------------------------|---|
| Interest on intra group loans | 1 |
| Dividend income from investment | <u>1,024</u> |
| Total investment income | <u><u>1,025</u></u> |

5 Directors' remuneration

None of the Directors had a service contract with the Company in the current period. They are all employed by associated companies within the group and no portion of their remuneration can be specifically attributed to their services to the Company.

No Director held any interests in the shares or debentures of the Company or the Group required to be disclosed under the Companies Act 2006.

6 Taxation on loss on continuing ordinary activities

(a) Analysis of tax charge/(credit) in the period

| | 2 September 2014 to 31 December 2015 £ m |
|--------------------------|---|
| Current tax | |
| UK corporation tax | <u>-</u> |
| Total current income tax | <u><u>-</u></u> |

(b) The tax on loss before tax for the period is higher than the standard rate of corporation tax in the UK of 20.1%.

The differences are reconciled below:

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Taxation on loss on continuing ordinary activities (continued)

| | 2 September 2014 to 31 December 2015 £ m |
|--|---|
| Loss before tax | <u>(1,032)</u> |
| Corporation tax at standard rate | (207) |
| Non-deductible expenses and non-taxable income | <u>207</u> |
| Total tax charge/(credit) | <u>-</u> |

(c) Other factors affecting the tax charge for the year:

Changes to the main rate of corporation tax were announced in 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%.

Further changes to the main rate of corporation tax were announced in Finance Act 2015. These comprised a reduction in the main rate of corporation tax for the financial year beginning 1 April 2017 from 20% to 19% and a further reduction for the financial year beginning 1 April 2020 from 19% to 18%.

In the March 2016 Budget, the Government announced a reduction in the main rate of corporation tax for the financial year beginning 1 April 2020 to 17%. This reduction was not substantively enacted by the balance sheet date and so is not reflected in these financial statements.

7 Dividends

| | 2 September 2014 to 31 December 2015 £m |
|----------------|--|
| Dividends paid | <u>864</u> |

Dividends per share for the period was 9.7p.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8 Impairment

| | 2 September 2014 to 31 December 2015 |
|---------------------------|---|
| | £m |
| Lake Acquisitions Limited | 2,057 |
| | <u>2,057</u> |

In 2015, an impairment test was performed in Lake Acquisitions Limited for the nuclear generation business due to falling power prices which was considered as an impairment trigger. This gave a recoverable amount of the nuclear generation business of £9,802m based on the value in use. The company has an 80% interest in Lake Acquisitions Limited, and as such the recoverable amount of its investment is calculated as £7,842m, compared to a book value of £9,899m. This has resulted in an impairment of £2,057m in the period. The fair value was estimated based on discounted cash flows over its expected useful life. The main assumption used for the calculation were the discount rate and forward power prices. The discount rate was derived from an after-tax rate of 6.7% (2014:6.7%).

9 Financial assets

| | 31 December 2015 |
|-------------------------------------|-----------------------------|
| | £ m |
| Non-current financial assets | |
| Loans to parent company | <u>160</u> |

The loans to parent company accrue interest at 1 year LIBOR minus 5bps.

On 18 December 2014, the Company entered into an agreement with the Trustees of the British Energy Generation Group of the ESPS as part of the Scheme's triennial valuation. This agreement has resulted in lower deficit repair payments being paid into the scheme by subsidiary companies, but the agreement also provides security over an increasing amount of Company assets in favour of the Trustees. The increasing amounts agreed have been set at £80m p.a. for 4 years starting from 18 December 2014 followed by £56m for 3 years from 1 April 2015 followed by £29.4m for 3 years. The total payments of £576m will be reviewed every three years and may be subject to revision, subject to a minimum aggregate payment of £560m. The consequence of this arrangement is to restrict the ability to pay dividends to the Company's shareholders by the amount of the assets over which security has been granted to the Trustees.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10 Investment in subsidiary undertakings

| Subsidiaries | £ m |
|--------------------------|---------------------|
| Cost | |
| At 2 September 2014 | - |
| Acquisitions / transfers | <u>9,899</u> |
| At 31 December 2015 | <u>9,899</u> |
| Impairment | |
| Impairment (see note 8) | <u>(2,057)</u> |
| At 31 December 2015 | <u>(2,057)</u> |
| Carrying amount | |
| At 31 December 2015 | <u><u>7,842</u></u> |

As mentioned in the Strategic Report, the principal activity is that of an investment holding company. At incorporation, the investment of £9,899m was the agreed transfer value for the shares in Lake Acquisitions Limited from EDF Energy Holdings Limited to EDF Energy (UK) Limited.

The principal subsidiary undertakings at 31 December 2015, which are incorporated in the United Kingdom and are registered and operate in England and Wales, or Scotland (unless otherwise stated), are as follows:

| Name of subsidiary | Principal activity | Proportion of ownership interest and voting rights held | |
|--|---------------------------|--|-------------|
| | | 2015 | 2014 |
| Lake Acquisitions Limited | Holding company | 80% | 80% |
| | | 80% | 80% |
| EDF Energy Nuclear Generation Group Limited* | Holding company | 80% | 80% |
| | | 80% | 80% |
| British Energy Bond Finance plc* | Financial activities | 80% | 80% |
| | | 80% | 80% |
| British Energy Limited* | Holding company | 80% | 80% |
| | | 80% | 80% |
| Eggborough Power (Holdings) Limited | Holding company | 80% | 80% |
| | | 80% | 80% |
| British Energy Treasury Finance Limited | Financial activities | 80% | 80% |
| | | 80% | 80% |

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10 Investment in subsidiary undertakings (continued)

| | | | |
|--|----------------------------|-----|-----|
| British Energy Generation (UK) Limited* | Holding company | 80% | 80% |
| | | 80% | 80% |
| British Energy Finance Limited* | Financial activities | 80% | 80% |
| | | 80% | 80% |
| British Energy Technical Services Limited* | Sale of electricity | 80% | 80% |
| | | 80% | 80% |
| British Energy Renewables Limited* | Renewable power generation | 80% | 80% |
| | | 80% | 80% |
| Lochside Insurance Limited* | Insurance company | 80% | 80% |
| | | 80% | 80% |
| British Energy Trading and Sales Limited* | Sale of electricity | 80% | 80% |
| | | 80% | 80% |
| British Energy International Holdings Limited* | Holding company | 80% | 80% |
| | | 80% | 80% |
| British Energy Investment Limited* | Investment company | 80% | 80% |
| | | 80% | 80% |
| EDF Energy Nuclear Generation Limited* | Power generation | 80% | 80% |
| | | 80% | 80% |
| British Energy Trading Services Limited* | Sale of electricity | 80% | 80% |
| | | 80% | 80% |

*indirectly held

11 Trade and other receivables

| | |
|-------------------|--------------------|
| | 31 December |
| | 2015 |
| | £ m |
| Other receivables | <u>1</u> |

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

12 Share capital

| | 31 December 2015 | |
|----------------------------|-------------------------|-----------|
| | No. m | £m |
| Ordinary shares of £1 each | 8,916 | 8,916 |

At incorporation 8,916m shares were allotted for £1.11 each by the parent company EDF Energy Holdings Limited, resulting in share capital of £8,916m and share premium of £983m.

13 Related party transactions

The Company has taken advantage of the exemption in FRS 101 "Related Party Disclosures" from disclosing transactions with other members of the group.

14 Parent undertaking and controlling party

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

At 31 December 2015, 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 Electricite de France SA, 22-30 Avenue de Wagram, 75382, Paris, Cedex 08, France.