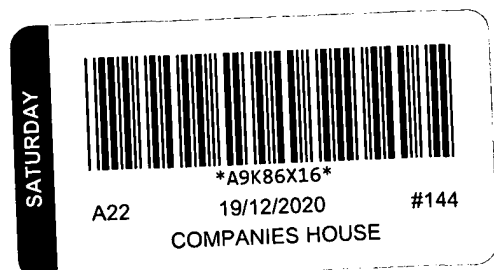


Registration number: 05625463

Centrica Holdings Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2019



Centrica Holdings Limited

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Centrica Holdings Limited

Strategic Report for the Year Ended 31 December 2019

The Directors present their Strategic Report for Centrica Holdings Limited (the 'Company') for the year ended 31 December 2019.

Principal activity

The principal activity of the Company is to act as an investment holding company for Centrica plc ('the Group').

Section 172(1) Statement

Section 172(1) of the Companies Act 2006 provides that a director of a company must act in a way that he considers, in good faith, would be most likely to promote the success of the Company for the benefit of its members as a whole, and in doing so have regard (amongst other matters) to various other stakeholder interests - below are the six key factors:

- the likely consequences of any decision in the long term;
- the interests of the company's employees;
- the need to foster the Company's business relationships with suppliers, customers and others;
- the impact of the Company's operations on the community and the environment;
- the desirability of the Company maintaining a reputation for high standards of business conduct; and
- the need to act fairly as between members of the Company.

In discharging our Section 172 duties we have regard to the factors set out above. We also have regard to other factors which we consider relevant to the decision being made. Those factors, for example, include the interests and views of Centrica Group entities. The Directors remain conscious that their decisions could have an impact on other stakeholders where relevant. By considering the Company's purpose, vision and values together with its strategic priorities and having a process in place for decision-making, we aim to make sure that our decisions are consistent and appropriate in all the circumstances.

The directors delegate authority for day-to-day management of the Company to executives and then engage management in setting, approving and overseeing execution of the business strategy and related policies. The executives consider the Company's activities and make decisions. For example, each year an assessment of the strength of the Company's balance sheet and future prospects relative to market uncertainties and decisions about the payment of dividends are made. In 2019 the Company paid an interim dividend of £747,000,000, but the payment of a final dividend was not recommended. In making the decision a range of factors were considered including the long-term viability of the Company; its expected cash flow and financing requirements; the ongoing need for strategic investment in our business and the expectations of our shareholder as the supplier of long-term equity capital to the Company.

As the principal activity of the Company is to act as a holding company, its stakeholders during the period include other Centrica Group companies and as such the breath of stakeholder considerations that would often apply in operating or commercial trading companies have generally not applied to the decisions made by the directors.

Review of the business

The Company's Financial Statements have been prepared in accordance with Financial Reporting Standard 101: Reduced Disclosure Framework ('FRS 101').

The financial position of the Company is presented in the Statement of Financial Position on page 13. Total equity as at 31 December 2019 was £182,779,000 (2018: £1,680,911,000). The loss for the financial year ended 31 December 2019 was £751,132,000 (2018: £472,809,000 profit).

In 2019 the Company recognised an impairment of £1,124,408,000 in its investment in GB Gas Holdings Limited.

See note 2 for further details of the Company's impairment testing policy and note 6 for details of impairments.

Centrica Holdings Limited

Strategic Report for the Year Ended 31 December 2019 (continued)

Stakeholder Engagement

Proactive engagement remains a central focus for the Group and the Company, which ensures the directors have regard to the matters set out in S.172(1) (a) to (f) of the Companies Act. Further information on the Group's stakeholder engagement can be found on pages 16-17 of the Group's Annual Report and Accounts 2019. Engaging with stakeholders delivers better outcomes for society, and for our business. It's fundamental to our long-term success.

Principal risks and uncertainties

From the perspective of the Company, the principal risks and uncertainties are integrated with those of the Centrica plc group (the 'Group') and are not managed separately. The principal risks and uncertainties of the Group, which include those of the Company, are disclosed on pages 34-43 of the Group's Annual Report and Accounts 2019, which does not form part of this report.

The Company is exposed to interest rate risks linked to Centrica plc Group's ('the Group') cost of funds. Centrica plc manages the interest rate risk on long-term borrowings in line with the Group policy by ensuring the exposure to floating point interest rates remain in the range 30% to 70% including the impact of interest rate derivatives.

Exit from the European Union

The UK's exit from the European Union has added to the risks and uncertainties faced by the Company. However, it is considered that the direct impact of these uncertainties on the Company is limited in the short-term. It is unclear whether a trade deal will be agreed with the European Union during 2020 or the transition period will end without terms being agreed. Extricating from the European Union treaties is a task of immense complexity but the Company is well-positioned to manage the possible market impacts. There are also potential tax consequences of the withdrawal and these will continue to be reassessed at each reporting date to ensure the tax provisions reflect the most likely outcome following the withdrawal.

Impact of severe acute respiratory syndrome coronavirus 2 (SARS-CoV-2) outbreak and coronavirus disease (COVID-19) pandemic

On 11 March 2020 the World Health Organisation declared the SARS-CoV-2 outbreak and resultant COVID-19 to be a global pandemic. Following United Kingdom government measures in response to the pandemic the Group became subject to a significant change in business environment, as well as implementing a number of significant operational changes in order to be able to continue to serve and support our customers. However, there are no significant changes in the business environment or operational changes specific to the Company in carrying out its principal activity.

The events described above arose after the Company's balance sheet date, and therefore there is no impact on the results or financial position of the Company as at 31 December 2019. The Company is supported by the Group, which has stated that it intends to support the Company for a period of at least 12 months from the date the financial statements were authorised for issue and that amounts owed to Group undertakings will not be required to be repaid to Centrica plc for the foreseeable future unless sufficient financial resources and facilities are available to the Company. The Directors are aware that there are a range of future potential financial impacts upon the Group as a result of the pandemic including the carrying value of the Company's investments in Group companies, but following assurances from the ultimate parent company underpinned by its detailed assessment, have satisfied themselves that the Group will be able to support the Company if required under all reasonably foreseeable circumstances. For more information refer to the Going Concern section of the Directors' Report on page 5.

Centrica Holdings Limited

Strategic Report for the Year Ended 31 December 2019 (continued)

Key performance indicators ('KPIs')

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 Company are net assets and profit after tax, and these are shown above.

The Directors of the Group use a number of KPIs to monitor progress against the Group's strategy. The development, performance and position of the Group, which includes the Company, are disclosed on pages 18-19 of the Group's Annual Report and Accounts 2019, which does not form part of this report. The results of the Company are disclosed in the Directors' Report on page 4.

Future developments

On 11 June 2020, Centrica announced plans for a significant restructure designed to create a simpler, leaner group focused on improved service delivery for customers. The revised operating model is expected to accelerate the delivery of targeted cost savings and lead to a reduction of around 5,000 roles across the Group. The majority of the restructuring is taking place in 2020, until necessary consultations on the proposals have been concluded. The restructure will benefit the longer term value of the business, future operating profits and maintenance of a strong capital position of the Group. The Company would not expect to be materially impacted by the restructure but due to uncertainties arising from the consultation process it is not possible to quantify the effect at this time.

Approved by the Board on 17. December 2020 and signed on its behalf by:



Alan McCulloch

By order of the Board for and on behalf of Centrica Secretaries Limited
Company Secretary

Company registered in England and Wales, No. 05625463

Registered office:
Millstream
Maidenhead Road
Windsor
Berkshire
SL4 5GD
United Kingdom

Centrica Holdings Limited

Directors' Report for the Year Ended 31 December 2019

The Directors present their report and the audited financial statements for the year ended 31 December 2019.

Directors of the Company

The Directors of the Company, who were in office during the year and up to the date of signing the financial statements were as follows:

I G Dawson (resigned 31 March 2019)

C M O'Shea (resigned 24 July 2020)

J M Campbell (appointed 31 March 2019 and resigned 30 September 2020)

The following directors were appointed after the year end:

J R Ford (appointed 24 July 2020)

R Roy (appointed 30 September 2020)

Results and dividends

The results of the Company are set out on page 11. The loss for the financial year ended 31 December 2019 is £751,132,000 (2018: profit £472,809,000).

The Company paid an interim dividend of £747,000,000 during the year (2018: £783,000,000). The Directors do not recommend the payment of a final dividend (2018: £nil).

Financial instruments

The Company's policy for the management of risk in relation to its financial instruments is included in the Strategic Report.

Objectives and policies

The Directors have established objectives and policies for managing financial risks to enable the Company to achieve its long-term shareholder value growth targets within a prudent risk management framework. These objectives and policies are regularly reviewed.

Exposure in terms of price risk, credit risk, liquidity risk and cash flow risk

Exposure to counterparty credit risk, liquidity risk and cash flow risk arises in the normal course of the Company's business. Cash forecasts identifying the liquidity requirements of the Company are produced frequently and reviewed regularly. Liquidity risk is managed through funding arrangements with Group undertakings.

Future developments

Future developments are discussed in the Strategic Report on page 3.

Centrica Holdings Limited

Directors' Report for the Year Ended 31 December 2019 (continued)

Going concern

The financial statements have been prepared on a going concern basis as Centrica plc, the ultimate parent company, currently intends to support the Company to ensure it can meet its obligations as they fall due, provided the Company remains a member of the Group. The Directors have received confirmation that Centrica plc intends to support the Company for at least one year after the financial statements were authorised for issue and that amounts owed to Group undertakings will not be required to be repaid to Centrica plc for the foreseeable future unless sufficient financial resources and facilities are available to the Company. The Directors are aware that while there are a range of future potential financial impacts upon the Group as a result of the COVID-19 pandemic, they have satisfied themselves that, following assurances from the ultimate parent company underpinned by its detailed assessment, the Group will be able to support the Company if required under all reasonably foreseeable circumstances. The key financial impacts to the Group are expected to be increasing levels of bad debt, reduced energy consumption from business customers, and the lockdown restricting the ability to carry out non-essential work in customers' homes and premises. The Group has substantial liquidity available to mitigate these adverse impacts and has also taken quick action to preserve cash as announced in the trading statement on 2 April 2020. The trading statement announced that the final 2019 dividend was cancelled, plans have been made to reduce cash expenditure by around £400m and management bonus payments have been paused. In July 2020 it was decided that management bonus payments would be cancelled. The Group going concern assessment included various sensitivities including the impacts of lower commodity pricing and a credit rating downgrade as well as mitigating actions such as reduction in capital expenditure and dividend reductions. The Centrica plc Board remains committed to maintaining a strong balance sheet. Moody's confirmed a Baa2 (negative) credit rating on 28 July 2020 and S&P confirmed a BBB (negative) credit rating on 30 July 2020.

Events after the reporting period

Subsequent to the balance sheet date, on 11 March 2020 the World Health Organisation declared the SARS-CoV-2 outbreak and resultant COVID-19 to be a global pandemic. The UK government moved to a 'delay' phase on 12 March, announced social distancing measures on 16 March, and unprecedented 'stay at home' restrictions on 23 March. The Company has therefore concluded that the necessity for large scale Government interventions in response to COVID-19 only became apparent after the balance sheet date and therefore the consequences of such interventions represent non-adjusting post balance sheet events. The Company has no critical judgements or key sources of estimation uncertainty at the balance sheet date which could have been subsequently affected by these events. There have been no further non-adjusting significant events affecting the Company after the year end.

Centrica Holdings Limited

Directors' Report for the Year Ended 31 December 2019 (continued)

Directors' and officers' liability

Directors' and officers' liability insurance has been purchased by the ultimate parent company, Centrica plc, and was in place throughout the year. The insurance does not provide cover in the event that the Director is proved to have acted fraudulently.

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable UK 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), including FRS 101 'Reduced Disclosure Framework' ('FRS 101'). 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the Directors who held office at the date of approval of this Directors' Report confirm that so far as they are aware, there is no relevant audit information of which the Company's auditors are unaware, and that they have taken all steps that they ought to have taken as Directors to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information. This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

Centrica Holdings Limited

Directors' Report for the Year Ended 31 December 2019 (continued)

Auditors

In accordance with Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and Deloitte LLP will therefore continue in office.

Approved by the Board on 17.. December 2020 and signed on its behalf by:



Alan McCulloch

.....
By order of the Board for and on behalf of Centrica Secretaries Limited
Company Secretary

Company registered in England and Wales, No. 05625463
Registered office:
Millstream
Maidenhead Road
Windsor
Berkshire
SL4 5GD
United Kingdom

Centrica Holdings Limited

Independent Auditors' Report to the Members of Centrica Holdings Limited

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Centrica Holdings Limited (the 'Company'):

- give a true and fair view of the state of the Company's affairs as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 'Reduced Disclosure Framework'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the Income Statement;
- the Statement of Comprehensive Income;
- the Statement of Financial Position;
- the Statement of Changes in Equity; and
- the related notes 1 to 16.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 'Reduced Disclosure Framework' (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Centrica Holdings Limited

Independent Auditors' Report to the Members of Centrica Holdings Limited (continued)

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

Responsibilities of Directors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Report on other legal and regulatory requirements

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report or the Directors' Report.

Centrica Holdings Limited

Independent Auditors' Report to the Members of Centrica Holdings Limited (continued)

Matters on which we are required to report by exception

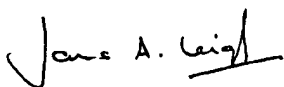
Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- 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.

We have nothing to report in respect of these matters.

Use of our report

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.



James Leigh (Senior Statutory Auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
London
United Kingdom

Date: 17 December 2020

Centrica Holdings Limited

Income Statement for the Year Ended 31 December 2019

	Note	2019 £ 000	2018 £ 000
Exceptional items - impairment charges	5	<u>(1,124,408)</u>	<u>-</u>
Operating loss		<u>(1,124,408)</u>	<u>-</u>
Income from shares in Group undertakings	6	747,000	783,000
Finance income	6	103,381	85,647
Finance costs	6	<u>(561,513)</u>	<u>(468,599)</u>
Net finance cost		<u>(458,132)</u>	<u>(382,952)</u>
(Loss)/profit before taxation		(835,540)	400,048
Taxation credit	8	<u>84,408</u>	<u>72,761</u>
(Loss)/profit for the year		<u><u>(751,132)</u></u>	<u><u>472,809</u></u>

The above results were derived from continuing operations.

Centrica Holdings Limited

Statement of Comprehensive Income for the Year Ended 31 December 2019

	2019 £ 000	2018 £ 000
(Loss)/profit for the year	<u>(751,132)</u>	<u>472,809</u>
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive (loss)/income for the year	<u><u>(751,132)</u></u>	<u><u>472,809</u></u>

Centrica Holdings Limited

Statement of Financial Position as at 31 December 2019

	Note	2019 £ 000	2018 £ 000
Non-current assets			
Investments	9	9,611,692	10,736,100
Deferred tax assets	8	<u>22,416</u>	<u>16,348</u>
		9,634,108	10,752,448
Current assets			
Trade and other receivables	10	<u>2,588,986</u>	<u>2,383,272</u>
Total assets		<u>12,223,094</u>	<u>13,135,720</u>
Current liabilities			
Trade and other payables	11	<u>(10,520,315)</u>	<u>(9,934,809)</u>
Net current liabilities		<u>(7,931,329)</u>	<u>(7,551,537)</u>
Total assets less current liabilities		1,702,779	3,200,911
Non-current liabilities			
Trade and other payables	11	<u>(1,520,000)</u>	<u>(1,520,000)</u>
Total liabilities		<u>(12,040,315)</u>	<u>(11,454,809)</u>
Net assets		<u>182,779</u>	<u>1,680,911</u>
Equity			
Share capital	12	-	-
Retained earnings		<u>182,779</u>	<u>1,680,911</u>
Total equity		<u>182,779</u>	<u>1,680,911</u>

The financial statements on pages 11 to 43 were approved and authorised for issue by the Board of Directors on 17. December 2020 and signed on its behalf by:

.....
J R Ford
Director

Company number 05625463

Centrica Holdings Limited

Statement of Changes in Equity for the Year Ended 31 December 2019

	Share capital £ 000	Retained earnings £ 000	Total equity £ 000
At 1 January 2019	-	1,680,911	1,680,911
Loss for the year	-	(751,132)	(751,132)
Total comprehensive loss	-	(751,132)	(751,132)
Dividends	-	(747,000)	(747,000)
At 31 December 2019	-	182,779	182,779

	Share capital £ 000	Retained earnings £ 000	Total equity £ 000
At 1 January 2018	-	1,991,102	1,991,102
Profit for the year	-	472,809	472,809
Total comprehensive income	-	472,809	472,809
Dividends	-	(783,000)	(783,000)
At 31 December 2018	-	1,680,911	1,680,911

The notes on pages 15 to 43 form an integral part of these financial statements.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1 General information

Centrica Holdings Limited (the 'Company') is a private company limited by shares, incorporated and domiciled in the United Kingdom and registered in England and Wales.

The address of its registered office and principal place of business is:

Millstream
Maidenhead Road
Windsor
Berkshire
SL4 5GD

The nature of the Company's operations and its principal activities are set out in the Strategic Report on pages 1 to 3.

2 Accounting policies

Basis of preparation

The Company financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ('FRS 101'). In preparing these financial statements the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ('Adopted IFRSs'), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

Changes in accounting policy

From 1 January 2019, the following standards and amendments are effective in the Company's Financial Statements:

- IFRS 16: 'Leases'

The impact of adoption of IFRS 16 and the key changes to the accounting policy are disclosed below.

Changes resulting from adoption of IFRS 16

IFRS 16: 'Leases'

The Company adopted IFRS 16: 'Leases' from 1 January 2019. The first-time adoption did not have any impact on the financial statements as the Company has no leases which fall under the scope of IFRS 16.

Summary of disclosure exemptions

In these financial statements, as a qualifying entity the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- the requirements of IAS 7 'Statement of Cash Flows';
- the statement of compliance with Adopted IFRSs;
- the effects of new but not yet effective IFRSs;
- prior year reconciliations for property, plant and equipment and intangible assets;
- the prior year reconciliations in the number of shares outstanding at the beginning and at the end of the year for share capital;
- disclosures in respect of related party transactions with wholly-owned subsidiaries in a group;

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

2 Accounting policies (continued)

Summary of disclosure exemptions (continued)

- disclosures in respect of the compensation of key management personnel; and
- disclosures in respect of capital management.

As the consolidated financial statements of the Centrica plc group (the 'Group'), which are available from its registered office, include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- certain disclosures required by IFRS 13 'Fair Value Measurement' and the disclosures required by IFRS 7 'Financial Instruments: Disclosures' have not been provided apart from those which are relevant for the financial instruments which are held at fair value.

Measurement convention

The financial statements have been prepared on the historical cost basis except for: investments in subsidiaries that have been recognised at deemed cost on transition to FRS 101. These financial statements are presented in pound sterling (with all values rounded to the nearest thousand (pounds £'000s) except when otherwise indicated), which is also the functional currency of the Company. Operations and transactions conducted in currencies other than the functional currency are translated in accordance with the foreign currencies accounting policies.

Exemption from preparing group accounts

The financial statements contain information about the Company 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 ultimate controlling company, Centrica plc.

Going concern

The financial statements have been prepared on a going concern basis as Centrica plc, the ultimate parent company, currently intends to support the Company to ensure it can meet its obligations as they fall due, provided the Company remains a member of the Group. The Directors have received confirmation that Centrica plc intends to support the Company for at least one year after the financial statements were authorised for issue and that amounts owed to Group undertakings will not be required to be repaid to Centrica plc for the foreseeable future unless sufficient financial resources and facilities are available to the Company. The Directors are aware that while there are a range of future potential financial impacts upon the Group as a result of the COVID-19 pandemic, they have satisfied themselves that, following assurances from the ultimate parent company underpinned by its detailed assessment, the Group will be able to support the Company if required under all reasonably foreseeable circumstances. The key financial impacts to the Group are expected to be increasing levels of bad debt, reduced energy consumption from business customers, and the lockdown restricting the ability to carry out non-essential work in customers' homes and premises. The Group has substantial liquidity available to mitigate these adverse impacts and has also taken quick action to preserve cash as announced in the trading statement on 2 April 2020. The trading statement announced that the final 2019 dividend was cancelled, plans have been made to reduce cash expenditure by around £400m and management bonus payments have been paused. In July 2020 it was decided that management bonus payments would be cancelled. The Group going concern assessment included various sensitivities including the impacts of lower commodity pricing and a credit rating downgrade as well as mitigating actions such as reduction in capital expenditure and dividend reductions. The Centrica plc Board remains committed to maintaining a strong balance sheet. Moody's confirmed a Baa2 (negative) credit rating on 28 July 2020 and S&P confirmed a BBB (negative) credit rating on 30 July 2020.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

2 Accounting policies (continued)

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 all the years presented, unless otherwise stated.

Finance income

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying value.

Dividend income

Dividend income is recognised when the right to receive payment is established.

Foreign currencies

Transactions in foreign currencies are, on initial recognition, recorded in the functional currency of the Company at the exchange rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated into the functional currency of the Company at the rates prevailing at the reporting date, and associated gains and losses are recognised in the Income Statement for the year, except when deferred in other comprehensive income as qualifying cash flow hedges and qualifying net investment hedges. Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Income Statement within 'finance income' or 'finance costs'. All other foreign exchange gains and losses are presented in the Income Statement in the respective financial line item to which they relate.

Changes in the fair value of foreign currency denominated monetary securities classified as available for sale are analysed between translation differences resulting from changes in the amortised cost of the security and other changes in the carrying amount of the security. Translation differences related to changes in amortised cost are recognised in profit or loss, and other changes in carrying amount are recognised in other comprehensive income.

Non-monetary items that are measured at historical cost in a currency other than the functional currency of the Company are translated using the exchange rate prevailing at the dates of the initial transaction and are not retranslated. Non-monetary items measured at fair value in foreign currencies are retranslated at the rates prevailing at the date when the fair value was measured.

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 reporting date. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in equity. In this case, the tax is recognised in equity.

Deferred tax is recognised in respect of all temporary differences identified at the reporting date, except to the extent that the deferred tax arises from the initial recognition of goodwill (if impairment of goodwill is not deductible for tax purposes) or the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction affects neither accounting profit nor taxable profit and loss. Temporary differences are differences between the carrying amount of the Company's assets and liabilities and their tax base.

Deferred tax is provided on temporary differences arising on investments in subsidiaries, joint ventures and associates, except where the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

2 Accounting policies (continued)

Deferred tax assets are recognised only to the extent that it is probable that the deductible temporary differences will reverse in the future and there is sufficient taxable profit available against which the temporary differences can be utilised.

The amount of deferred tax provided is based on the expected manner of realisation or settlement using tax rates that have been enacted or substantively enacted at the reporting date.

Investments in subsidiaries

Fixed asset investments in subsidiaries are held at deemed cost on transition to FRS 101 and in accordance with IAS 27, less any provision for impairment as necessary.

Impairment

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill, and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time.

The recoverable amount of an asset or cash-generating unit ('CGU') is the greater of its value in use and its fair value less costs of disposal. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the CGU). The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to CGUs.

An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss. An impairment loss in respect of goodwill shall not be reversed in a subsequent period. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

The Company provides for impairments of financial assets when there is objective evidence of impairment as a result of events that impact the estimated future cash flows of the financial assets.

Financial assets and liabilities

Financial assets and financial liabilities are recognised in the Company's Statement of Financial Position when the Company becomes a party to the contractual provisions of the instrument. Financial assets are de-recognised when the Company no longer has the rights to cash flows, the risks and rewards of ownership or control of the asset. Financial liabilities are de-recognised when the obligation under the liability is discharged, cancelled or expires.

- Trade and other receivables

Trade receivables are initially recognised at fair value, which is usually the original invoice amount, and are subsequently held at amortised cost using the effective interest method less an allowance for expected credit losses. Balances are written off when recoverability is assessed as being remote. If collection is due in one year or less, receivables are classified as current assets. If not they are presented as non-current assets.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

2 Accounting policies (continued)

- Trade and other payables

Trade payables are initially recognised at fair value, which is usually the original invoice amount and are subsequently held at amortised cost using the effective interest method (although, in practice, the discount is often immaterial). If payment is due within one year or less, payables are classified as current liabilities. If not, they are presented as non-current liabilities.

- Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction from the proceeds received. Own equity instruments that are re-acquired (treasury or own shares) are deducted from equity. No gain or loss is recognised in the Company's Income Statement on the purchase, sale, issue or cancellation of the Company's own equity instruments.

- Other borrowings

All interest-bearing and interest-free loans and other borrowings are initially recognised at fair value net of directly attributable transaction costs. After initial recognition, these financial instruments are measured at amortised cost using the effective interest method.

3 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 2, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and the associated assumptions are based on historical experience or other factors that are considered to be relevant. Actual results may differ from these estimates.

In the application of the Company's accounting policies, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the Company's accounting policies

The following are critical judgements, apart from those involving estimations, that the Directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

Investments in subsidiaries, associates and joint-ventures

The Company undertakes an annual review process of its investments in subsidiaries, associates and joint-ventures as well as related receivables for indicators of impairment and tests for impairment where such an indicator arises.

The impairment review process resulted in the recognition of an impairment of £1,124,408,000 (2018: £nil) in its investment in GB Gas Holdings Limited. The total amount unrecoverable in respect of investments as at 31 December 2019 is £1,124,408,000 (2018: £nil), see note 9.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

4 Employees' costs

The Company had no employees during the year (2018: nil).

The Directors were remunerated as employees of the Centrica plc Group and did not receive any remuneration, from any source, specifically for their services as Directors of the Company during the current or preceding financial year.

5 Exceptional items

The following exceptional items were recognised in arriving at the operating loss for the reporting year:

	2019 £ 000	2018 £ 000
Exceptional items - impairment charges	(1,124,408)	-

In 2019 the Company recognised an impairment of £1,124,408,000 (2018: £nil) in its investment in GB Gas Holdings Limited.

6 Net finance income/cost

Income from shares in Group undertakings

	2019 £ 000	2018 £000
GB Gas Holdings Limited	747,000	783,000
Total income from shares in Group undertakings	747,000	783,000

Finance income

	2019 £ 000	2018 £ 000
Interest income from amounts owed by Group undertakings	103,381	85,647
Total finance income	103,381	85,647

Finance cost

	2019 £ 000	2018 £ 000
Interest on amounts owed to Group undertakings	(561,513)	(468,599)
Total finance costs	(561,513)	(468,599)
Net finance cost	(458,132)	(382,952)

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

7 Auditors' remuneration

Auditors' remuneration totalling £10,000 (2018: £10,000) relates to fees for the audit of the financial statements of the Company.

The Company has taken advantage of the exemption not to disclose amounts paid for non-audit services as these are disclosed in the Group Financial accounts of its ultimate parent, Centrica plc.

8 Income tax

Tax credited in the Income Statement

	2019 £ 000	2018 £ 000
Current taxation		
UK corporation tax at 19% (2018: 19%)	78,340	64,415
Deferred taxation		
Origination and reversal of temporary differences	8,705	8,346
Changes in tax rates	(2,637)	-
Total deferred taxation	6,068	8,346
Taxation on profit	84,408	72,761

The main rate of corporation tax for the year to 31 December 2019 was 19% (2018: 19%). The corporation tax rate was due to reduce to 17% with effect from 1 April 2020. However, at the Budget on 11 March 2020 it was announced that the rate of corporation tax will remain at 19%. The deferred tax balances provided in these financial statements reflect the enacted rate of 17%; when the Finance Bill 2020 is enacted the impact on deferred tax balances is not expected to be material.

The differences between the taxes shown above and the amounts calculated by applying the standard rate of UK corporation tax to the profit before tax are reconciled below:

	2019 £ 000	2018 £ 000
(Loss)/profit before tax	(835,540)	400,048
Tax on profit at standard UK corporation tax rate of 19% (2018: 19%)	158,753	(76,009)
Decrease from effect of revenues exempt from taxation	141,930	148,770
Increase from effect of expenses not deductible in determining tax loss	(213,638)	-
Decrease arising from group relief tax reconciliation	388	25
Increase from transfer pricing adjustments	(388)	(25)
Deferred tax credit relating to changes in tax rates or laws	(2,637)	-
Total tax credit	84,408	72,761

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

8 Income tax (continued)

Deferred tax

The movements in respect of the deferred income tax assets and liabilities that occurred during the financial year are as follows:

	Loans and other borrowings £000	Other items £000	Total £ 000
1 January 2019	(12,532)	28,880	16,348
(Credited)/charged to the Income Statement	(3,812)	9,880	6,068
31 December 2019	<u>(16,344)</u>	<u>38,760</u>	<u>22,416</u>

	Loans and other borrowings £000	Other items £000	Total £ 000
1 January 2018	(6,438)	14,440	8,002
Charged/(credited) to the Income Statement	(6,094)	14,440	8,346
31 December 2018	<u>(12,532)</u>	<u>28,880</u>	<u>16,348</u>

Certain deferred tax assets and liabilities have been offset. The above is the analysis of the deferred tax balances (after offset) for financial reporting purposes.

9 Investments

	£ 000
Subsidiaries	
Cost or valuation	
At 1 January 2018	<u>10,736,100</u>
At 31 December 2018	<u>10,736,100</u>
At 1 January 2019	<u>10,736,100</u>
At 31 December 2019	<u>10,736,100</u>
Provision	
Impairments provided in the year	<u>(1,124,408)</u>
At 31 December 2019	<u>(1,124,408)</u>
Net book value	
At 31 December 2019	<u>9,611,692</u>
At 31 December 2018	<u>10,736,100</u>

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Details of the subsidiaries as at 31 December 2019 are as follows:

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
5016892 Ontario Ltd. (i) (ii) (v)	Gas and/or oil exploration and production and/or trading	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%	100%
Accord (Trading) Limited	Energy Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Accord Limited	Energy Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Alertme.com GmbH	Non-trading	Thomas-Wimmer-Ring 1-3, 80539, Munich, Germany	Ordinary shares	100%	100%
Alertme.com Inc.	Energy management products and services	1521 Concord Pike #303, Wilmington, DE 19803, United States	Ordinary shares	100%	100%
Atform Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Bord Energy Limited	Gáis Energy supply and power generation	1 Warrington Place, Dublin 2, Republic of Ireland	Ordinary shares	100%	100%
Brae Canada Ltd. (ii) (v)	Gas and/or oil exploration and production	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary and preference shares	100%	100%
British Energy Procurement Limited	Gas Energy supply	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Finance Limited	Gas Vehicle leasing	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Insurance Limited	Gas Insurance provision	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity		Registered office	Holding	Proportion of ownership interest and voting rights held	
					2019	2018
British Limited	Gas	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Gas New Heating Limited	Gas	Electrical and gas installations	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Services (Commercial) Limited	Gas	Servicing installation and heating systems	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Services Limited	Gas	Home services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Social Housing Limited	Gas	Servicing installation and heating systems	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Gas Solar Limited	Gas	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Trading Limited	Gas	Energy supply	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
British Limited (iii)	Gas	X Energy supply	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	0%
Business Limited	Gas	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Caythorpe Storage Limited	Gas	Gas storage	Woodland House, Woodland Park, Hessle, HU13 0FA, United Kingdom	Ordinary shares	100%	100%
Centrica Limited	(IOM)	Dormant	Third Floor, St George's Court, Upper Church Street, Douglas, IM1 1EE, Isle of Man	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica Wind Limited (Lincs) Farm	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited Barry	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited Brigg	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Business Solutions (Generation) Limited	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Business Solutions Belgium NV (i)	Demand response aggregation	Posthofbrug 12, 2600 Antwerp, Belgium	Ordinary shares	100%	100%
Centrica Business Solutions BV	Energy management products and services	Wiegerbruinlaan 2A, 1422 CB Uithoorn, Netherlands	Ordinary shares	100%	100%
Centrica Business Solutions Canada Inc (v)	Energy management products and services	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%	100%
Centrica Business Solutions Deutschland GmbH (i) (vii)	Demand response aggregation	Neuer Wall 10, 20354 Hamburg, Germany	Ordinary shares	100%	100%
Centrica Business Solutions France SASU (i)	Demand response aggregation	Place de la Défense 12, Maison de la Défense, 92974 Paris, France	Ordinary shares	100%	100%
Centrica Business Solutions International Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica Business Solutions Ireland Limited (i) (iii)	Holding company	1 The Seapoint Building, Clontarf, Dublin 3, Republic of Ireland	Ordinary shares	100%	0%
Centrica Business Solutions Srl Italia	Energy management products and services	Milan (MI), Via Emilio Cornalia 26, Italy	Ordinary shares	100%	100%
Centrica Business Solutions Management Limited (i)	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Business Solutions México S.A. de C.V. (viii)	Energy management products and services	Presidente Masaryk no. 61, Piso 7, Mexico, D.f. CP 11570, Mexico	Ordinary shares	100%	100%
Centrica Business Solutions Romania Srl (i) (ix)	Energy management products and services	Strada Martir Colonel Ioan Uta nr.28 camera 1, Municipiul Timisoara judet Timis, Romania	Ordinary shares	100%	100%
Centrica Business Solutions Limited UK	Energy management products and services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Business Solutions UK Optimisation Limited (i)	Demand response aggregation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Business Solutions Zrt	Energy management products and services	H-1106 Budapest Jászberényi út 24-36, Hungary	Ordinary shares	100%	100%
Centrica Combined Common Investment Fund Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica Limited	Delta Dormant	33-37 Athol Street, Douglas, IM1 1LB, Isle of Man	Ordinary shares	100%	100%
Centrica Directors Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Distributed Generation Limited	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica (Trading) Limited	Energy Wholesale trading	energy Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited	Energy Wholesale trading	energy Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Marketing Limited	Energy Wholesale trading	energy Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Operations Limited	Energy Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Renewable Investments Limited	Energy Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Trading A/S (i)	Energy Energy services and wholesale trading	energy Skelagervej 1, DK 9000 Aalborg, Denmark	Ordinary shares	100%	100%
Centrica Trading GmbH (i) (x)	Energy Energy services and wholesale trading	energy Gustav-Mahler-Platz 1, 20354 Hamburg, Germany	Ordinary shares	100%	100%
Centrica Trading Pte. Ltd (i)	Energy Energy services and wholesale trading	energy 220 Orchard Road, #05-01 Midpoint Orchard, Singapore 238852, Republic of Singapore	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica Engineers Pension Trustees Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Finance (Canada) Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Finance (Scotland) Limited	Holding company	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%
Centrica Finance Investments Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Finance Norway Limited	Group financing	47 Esplanade, St Helier, JE1 0BD, Jersey	Ordinary shares	100%	100%
Centrica Gamma Holdings Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Canada Inc.	Hive Energy management products and services	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%	100%
Centrica Limited	Hive Energy management products and services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica SAS	Hive Energy management products and services	3 Boulevard de Sebastopol, 75001, Paris, France	Ordinary Shares	100%	100%
Centrica Hive Srl	Hive Energy management products and services	Via Paleocapa Pietro 4, 20121, Milano, Italy	Ordinary shares	100%	100%
Centrica GP Limited	Ignite Investment company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica LP Limited	Ignite Investment company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary		Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
					2019	2018
Centrica Offshore Limited	India Private	Business services	G-74, LGF, Kalkaji, New Delhi, South Delhi, 110019, India	Ordinary shares	100%	100%
Centrica Infrastructure Limited		Dormant	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%
Centrica Innovations Limited	UK	Investment company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Insurance Company Limited		Insurance provision	Third Floor, St George's Court, Upper Church Street, Douglas, IM1 1EE, Isle of Man	Ordinary and preference shares	100%	100%
Centrica Limited	Jersey	Dormant	26 New Street, St Helier, JE2 3RA, Jersey	Ordinary shares	100%	100%
Centrica Limited	KL	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited	KPS	Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited	Lake	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica (KL) Limited	Leasing	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Company Limited	LNG	LNG Trading	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica UK Limited	LNG	LNG Trading	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Nederland (xii)	BV	Holding company	Wiegerbruin laan 2a, 1422 CB Uithoorn, Netherlands	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica NewCo 123 Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica No. 12 Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Nominees Limited	Dormant No.1	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Offshore Limited	Gas and/or oil exploration and production UK	Woodland House, Woodland Park, Hessle, HU13 0FA, United Kingdom	Ordinary shares	100%	100%
Centrica Onshore Processing Limited	Dormant UK	Woodland House, Woodland Park, Hessle, HU13 0FA, United Kingdom	Ordinary shares	100%	100%
Centrica Overseas Holdings Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Limited	PB Power generation	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Pension Plan Trustees Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Limited by guarantee	100%	100%
Centrica Pension Trustees Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Production Limited (xi)	Dormant	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%
Centrica Resources Limited	Dormant (UK)	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Centrica Resources Petroleum UK Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Secretaries Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Services Limited	Business services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Storage Holdings Limited	Holding company	Woodland House, Woodland Park, Hesse, HU13 0FA, United Kingdom	Ordinary shares	100%	100%
Centrica Storage Limited	Gas production and processing	Woodland House, Woodland Park, Hesse, HU13 0FA, United Kingdom	Ordinary shares	100%	100%
Centrica Trinidad and Tobago Limited	Business services	48-50 Sackville Street, Port of Spain, Trinidad and Tobago	Ordinary shares	100%	100%
Centrica Trust (No.1) Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Centrica Upstream Investment Limited (xi)	Dormant	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%
CF 2016 LLP	Group financing	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Membership interest	100%	100%
CFCEPS LLP	Group financing	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Membership interest	100%	100%
CFCPP LLP	Group financing	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Membership interest	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
CH4 Limited	Energy Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
CID1 Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
CIU1 Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
CSA Services (Proprietary) Limited	Offshore Business services	No. 12A Sooty Street, Cnr Reddersburg & Virginia Street, Amberfield Glen, Rooihuiskraal, North Centurion Gauteng, 0175, South Africa	Ordinary shares	100%	100%
DEML Investments Limited	Holding company	333 Bay Street, Suite 400, Toronto ON, M5H 2R2, Canada	Ordinary shares	100%	100%
DER Development No. 10 Ltd. (v)	Holding company	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%	100%
Direct (B.C.) (xiii)	Energy Limited	Energy supply and/or services	500 Burrard Street, Suite 2900, Vancouver BC V6C A3, Canada	Ordinary shares	100%
Direct Holdings (Alberta) Inc. (v)	Energy	Home and/or commercial services	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%
Direct HVAC Ltd. (v)	Energy Services	Home and/or commercial services	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Ordinary shares	100%
Direct Marketing Limited	Energy	Energy supply and/or services	333 Bay Street, Suite 400, Toronto ON, M5H 2R2, Canada	Ordinary shares	100%
Direct Partnership (v)	Energy	Energy supply	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Membership interest	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Direct Energy Resources Partnership (v)	Holding entity	350 7th Avenue SW, Suite 3400, Calgary AB T2P3N9, Canada	Membership interest	100%	100%
Distributed Energy Solutions Limited	Dormant Asset	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Distributed Energy Customer Solutions Limited	Energy management products and services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Drips Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Dyno Developments Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Dyno-Plumbing Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Dyno-Rod Limited	Operation of franchise network	a Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Dyno-Security Services Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Dyno-Services Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
ECL Contracts Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
ECL Investments Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Electricity Direct (UK) Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
ENER-G Cogen International Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
ENER-G Nagykanizsa Kft	Energy management products and services	H-1106 Budapest Jászberényi út 24-36, Hungary	Ordinary shares	100%	100%
ENER-G Power2 Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Energy Tomorrow	For Not-for-profit energy services	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Limited by guarantee	100%	100%
FES Solutions Limited (iii)	Energy supply and/or services	1 Warrington Place, Dublin 2, Republic of Ireland	Ordinary shares	100%	0%
Finance Scotland 2016 Limited Partnership (xi)	Group financing	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Membership interest	100%	100%
Finance CEPS Limited Partnership (xi)	Group financing	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Membership interest	100%	100%
Finance CPP Limited Partnership (xi)	Group financing	1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Membership interest	100%	100%
GB Gas Holdings Limited*	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Generation Green Solar Limited	Dormant community benefit society	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
GF One Limited	In liquidation	1 More London Place, London, SE1 2AF, United Kingdom	Ordinary shares	75%	75%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity		Registered office	Holding	Proportion of ownership interest and voting rights held	
					2019	2018
GF Two Limited	In liquidation		1 More London Place, London, SE1 2AF, United Kingdom	Ordinary shares	75%	75%
Goldbrand Development Limited	Dormant		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Hillserve Limited	Dormant		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Home Assistance UK Limited	Non-trading		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Ignite Enterprise LP	Social enterprise investment fund		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Membership interest	100%	100%
Io-Tahoe Limited	UK Data management		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Io Tahoe Ukraine LLC	Data management		20 A Heroiev Stalingrada Avenue, Kyiv 04210, Ukraine	Ordinary shares	100%	100%
Neas Limited	Energy services and wholesale energy trading		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Neas Invest A/S	Dormant		Skelagervej 1, DK 9000 Aalborg, Denmark	Ordinary shares	100%	100%
Newco Limited	One Dormant		Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
North Infrastructure Partners Limited	Sea Dormant		1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%
NSIP (Holdings) Limited	Dormant		1 Waterfront Avenue, Edinburgh, Scotland EH5 1SG United Kingdom	Ordinary shares	100%	100%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
P.H. Jones Facilities Management Ltd	Servicing and maintenance of heating systems	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
P.H Jones Group Limited	Holding company	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Panoramic Power Ltd.	Energy management products and services	15 Atir Yeda Street, Kfar Saba, 44643, Israel	Ordinary shares	100%	100%
Pioneer Shipping Limited	LNG chartering vessel	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Repair and Care Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
REstore North America LLC	Demand response aggregation	WTS LLC, 67 East Park Place, Morristown, New Jersey 07960, United States	Membership interest	100%	100%
Solar Technologies Group Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Solar Technologies Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Soren Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	100%	100%
Bayerngas Norge AS	Holding company	Lilleakerveien 8, 0283 Oslo, Norway	Ordinary shares	69%	69%
Bowland Resources (No.2) Limited	Gas and/or oil exploration and production	First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Bowland Resources Limited	Gas and/or oil exploration and production	First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Elswick Limited	Energy Gas and/or exploration production	oil First floor, 20 Kingston Road, and Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
NSGP (Ensign) Limited (xiv)	Gas and/or exploration production	oil Sanne, IFC5, St Helier, JE1 1ST, Jersey	Ordinary shares	69%	69%
Spirit Danmark ApS	Energy Gas and/or exploration production	oil Rådhuspladsen 16, 1550 København V, Denmark	Ordinary shares	69%	69%
Spirit Hedging Limited	Energy Holding	Dormant First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Hedging Limited	Energy	Dormant First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Limited	Energy	Holding company First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary and deferred shares	69%	69%
Spirit Nederland BV	Energy Gas and/or exploration production	oil Transpolis Building, and Polarisavenue 39, 2132 JH Hoofddorp, Netherlands	Ordinary Shares	69%	69%
Spirit Norge AS	Energy Gas and/or exploration production	oil Veritasvien 25, 4007 Stavanger, Norway	Ordinary shares	69%	69%
Spirit North Limited	Energy Sea	Gas and/or exploration production First floor, 20 Kingston Road, and Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit North Limited	Energy Sea Oil	Gas and/or exploration production IQ Building, 15 Justice Mill Lane, Aberdeen, AB11 6EQ, United Kingdom	Ordinary shares	69%	69%
Spirit Petroleum Danmark AS (iv)	Energy Gas and/or exploration production	oil Lilleakerveien 8, 0283 Oslo, and Norway	Ordinary shares	69%	69%
Spirit Production Limited	Energy UK	Gas and/or exploration production First floor, 20 Kingston Road, and Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Spirit Energy Resources Limited	Gas and/or exploration and production	oil and First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Southern Sea Limited	Energy North Gas and/or exploration and production	oil and First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Treasury Limited	Finance company	First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit WOS Limited	Energy Gas and/or exploration and production	oil and First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Limited	Europe Holding company	First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Infrastructure BV	Construction, ownership and exploitation of infrastructure	Transpolis Building, Polarisavenue 39, 2132 JH of Hoofddorp, Netherlands	Ordinary shares	69%	69%
Spirit North Sea Gas Limited	Gas and/or exploration and production	oil and IQ Building, 15 Justice Mill Lane, Aberdeen, AB11 6EQ, United Kingdom	Ordinary shares	69%	69%
Spirit Limited	Norway Gas and/or exploration and production	oil and First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Spirit Production (Services) Limited	Business services	IQ Building, 15 Justice Mill Lane, Aberdeen, AB11 6EQ, United Kingdom	Ordinary shares	69%	69%
Spirit Resources (Armada) Limited	Gas and/or exploration and production	oil and First floor, 20 Kingston Road, Staines-upon-Thames, TW18 4LG, United Kingdom	Ordinary shares	69%	69%
Barrow Shipping Limited	Energy supply and/or services	c/o Wilkin Chapman LLP, The Maltings, 11-15 Brayford Wharf East, Lincoln, LN5 7AY, United Kingdom	Ordinary shares	50%	50%

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2019	2018
Celtic Limited	Array Development of an offshore windfarm	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	50%	50%
Eurowind Polska VI Sp z o.o.	Operation of an onshore windfarm	Ul. Wysogotowska 23, 62-081 Przemierowo, Wielkopolskie, Poland	Ordinary shares	50%	50%
Greener Ideas Limited (vi)	Development of flexible power generation sites	1 Warrington Place, Dublin 2, Republic of Ireland	Ordinary shares	50%	50%
Rhiannon Wind Farm Limited	Dormant	Millstream, Maidenhead Road, Windsor, SL4 5GD, United Kingdom	Ordinary shares	50%	50%
Vindpark Kεblowo ApS	Operation of an onshore windfarm	Mariagervej 58B, DK 9500 Hobro, Denmark	Ordinary shares	50%	50%
Better Care Services Limited (iii)	Home Services technology service activities	24 Park Road South, Havant, Hampshire, PO19 1HB, United Kingdom	Ordinary shares	43.7%	0%
Lake Acquisitions Limited	Holding company	90 Whitfield Street, London, W1T 4EZ	Ordinary shares	20%	20%
Veolia Ireland Limited	CHP Energy supply and power generation	Innovation House, DCU Innovation Campus, 11 Old Finglas Road, Glasnevin, Dublin 11, Republic of Ireland	Ordinary shares	20%	20%
Zoe AI Limited (iii)	Other information technology service activities	24 Park Road South, Havant, Hampshire, PO19 1HB, United Kingdom	Ordinary shares	25%	0%

* indicates direct investment of the Company

(i) The following name changes were made during the year:

- 1773648 Alberta Ltd. to 5016892 Ontario Ltd.
- REstore NV to Centrica Business Solutions Belgium NV
- REstore Deutschland GmbH to Centrica Business Solutions Deutschland GmbH
- REstore France SAS to Centrica Business Solutions France SASU
- CES Energy Limited to Centrica Business Solutions Ireland Limited

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

9 Investments (continued)

- Centrica Renewable Energy Limited to Centrica Business Solutions Management Limited
- ENER-G Tehnologii Energetice Srl to Centrica Business Solutions Romania Srl
- REstore Flexpond UK Limited to Centrica Business Solutions UK Optimisation Limited
- Neas Energy A/S to Centrica Energy Trading A/S
- Neas Energy GmbH to Centrica Energy Trading GmbH
- Neas Energy Singapore Pte. Ltd to Centrica Energy Trading Pte. Ltd

(ii) On 1 January 2020 5016892 Ontario Ltd and Brae Canada Ltd were merged into Direct Energy Marketing Limited.

(iii) Acquired or established in 2019.

(iv) Spirit Energy Petroleum Danmark AS principally operates in Denmark.

(v) 5016892 Ontario Ltd., Brae Canada Ltd., Centrica Business Solutions Canada Inc., DER Development No.10 Ltd., Direct Energy Holdings (Alberta) Inc., Direct Energy HVAC Services Ltd., Direct Energy Partnership and Direct Energy Resources Partnership changed their registered address during the year from 2323 32nd Avenue N.E., Suite 260, Calgary, AB T2E 6Z3, Canada to the address listed above.

(vi) Greener Ideas Limited changed its registered address during the year from Webworks, Eglinton Street, Cork, Republic of Ireland to the address listed above.

(vii) Centrica Business Solutions Deutschland GmbH changed its registered address during the year from Graf-Adolf-Platz 12, 40213 Dusseldorf, Germany to the address listed above.

(viii) Centrica Business Solutions México S.A. de C.V. changed its registered address during the year from Av. Presidente Masaryk No 61 Int 503 Col Chapultepec Morales, Miguel Hidalgo Ciudad de Mexico, Mexico 11570 to the address listed above.

(ix) Centrica Business Solutions Romania Srl changed its registered address during the year from 15-23 Bucuresti Nord Street, Windsor Building, Ground floor, Office No. 1 Voluntari, Ilfov County, Romania to the address listed above.

(x) Centrica Energy Trading GmbH changed its registered address during the year from Schillerstr.7, 40721 Hilden (bei Dusseldorf), Germany to the address listed above.

(xi) Centrica Production Limited, Centrica Upstream Investment Limited, Finance Scotland 2016 Limited Partnership, Finance Scotland CEPS Limited Partnership and Finance Scotland CPP Limited Partnership changed their registered address during the year from IQ Building, 15 Justice Mill Lane, Aberdeen, AB11 6EQ United Kingdom to the address listed above.

(xii) Centrica Nederland BV changed its registered address during the year from Transpolis Building, Polarisavenue 39, 2132 JH Hoofddorp, Netherlands to the address listed above.

(xiii) Direct Energy (B.C.) Limited changed its registered address during the year from 1185 West Georgia Street, Suite 1700, Vancouver BC, V6E 4E6, Canada to the address listed above.

(xiv) NSGP (Ensign) Limited changed its registered address during the year from 13 Castle Street, St Helier, JE4 5UT, Jersey to the address listed above.

(xv) On 20 November 2019 Bayerngas Produksjon Norge AS was merged into Bayerngas Norje AS.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

10 Trade and other receivables

	2019 Current £ 000	2018 Current £ 000
Amounts owed by Group undertakings	<u>2,588,986</u>	<u>2,383,272</u>

Amounts owed by GB Gas Holdings Limited of £2,347,235,000 (2018: £2,243,854,000) accrues interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. Interest accrues on the last day of the previous month and is repayable monthly in arrears on the first day of each month. The range of the quarterly rate charged was between 4.20% and 4.90% (2018: 3.72% and 4.13%).

Amounts owed by Centrica plc of £75,000,000 (2018: £75,000,000) accrues interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. Interest accrues on the last day of the previous month and is due to be repaid on the repayment date. The range of the quarterly rate charged was between 4.20% and 4.90% (2018: 3.72% and 4.13%).

The remaining balance due from Centrica plc of £166,751,000 (2018: £64,415,000) includes Group relief and is interest-free.

Accrued interest receivable is £nil (2018: £3,000).

All amounts owed by Group undertakings are unsecured and repayable on demand.

11 Trade and other payables

	2019		2018	
	Current £ 000	Non-current £ 000	Current £ 000	Non-current £ 000
Amounts owed to Group undertakings	(10,520,315)	(1,520,000)	(9,934,809)	(1,520,000)

Amounts owed to British Gas Trading Limited of £700,000,000 (2018: £869,059,000) accrues interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. Interest accrues on the last day of the previous month and is settled on a monthly basis. The range of the quarterly rate charged was between 4.20% and 4.90% (2018: 3.72% and 4.13%).

Amounts owed to British Gas Trading Limited of £1,450,000,000 (2018: £1,697,779,000) accrues interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. Interest accrues on the last day of the previous month and is settled on a monthly basis. The range of the quarterly rate charged was between 4.20% and 4.90% (2018: 3.72% and 4.13%).

Amounts owed to Centrica plc includes £8,370,315,000 (2018: £7,215,971,000) that accrues interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. Interest accrues on the last day of the previous month and is repayable monthly in arrears on the first day of each month. The range of the quarterly rate charged was between 4.20% and 4.90% (2018: 3.72% and 4.13%).

Other amounts of £nil (2018: £152,000,000) is interest payable to GB Gas Holdings Ltd and is interest-free.

All current amounts owed to Group undertakings are unsecured and repayable on demand.

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

11 Trade and other payables (continued)

Amounts owed to GB Gas Holdings Limited of £1,520,000,000 (2018: £1,520,000,000) accrue interest of £76,000,000, payable on 8 January each year between 2017 and 2030. The loan is repayable in full on 8 January 2030. The Company is entitled to repay in whole or part prior to the repayment date.

All other amounts owed by Group undertakings are interest-free, unsecured and repayable on demand.

12 Capital and reserves

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

Retained earnings

The balance classified as retained earnings includes the profits and losses realised by the Company in previous periods that were not distributed to the shareholders of the Company at the reporting date.

13 Dividends

	31 December 2019 £ 000	31 December 2018 £ 000
Final dividend of £Nil (2018 - £Nil) per ordinary share	-	-
Interim dividend of £373,500,000 (2018 - £391,500,000) per ordinary share	<u>747,000</u>	<u>783,000</u>
	<u>747,000</u>	<u>783,000</u>

On 11 December 2019 the Company paid an interim dividend of £747,000,000 (2018: £783,000,000) to its immediate parent undertaking, Centrica plc. The Directors do not recommend the payment of a final dividend (2018: £nil).

Centrica Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019 (continued)

14 Related party transactions

15 Parent and ultimate parent undertaking

The immediate parent undertaking is Centrica plc, a company registered in England and Wales.

The ultimate parent undertaking is Centrica plc, a company registered in England and Wales, which is the only company to include these financial statements in its consolidated financial statements. Copies of the Centrica plc consolidated financial statements may be obtained from www.centrica.com.

The registered address of Centrica plc is Millstream, Maidenhead Road, Windsor, Berkshire SL4 5GD, United Kingdom.

16 Non-adjusting events after the financial period

Subsequent to the balance sheet date, on 11 March 2020 the World Health Organisation declared the SARS-CoV-2 outbreak and resultant COVID-19 to be a global pandemic. The UK government moved to a 'delay' phase on 12 March, announced social distancing measures on 16 March, and unprecedented 'stay at home' restrictions on 23 March. The Company has therefore concluded that the necessity for large scale Government interventions in response to COVID-19 only became apparent after the balance sheet date and therefore the consequences of such interventions represent non-adjusting post balance sheet events. The Company has no critical judgements or key sources of estimation uncertainty at the balance sheet date which could have been subsequently affected by these events. There have been no further non-adjusting significant events affecting the Company after the year end.

On 24 July 2020, the Group announced it had agreed to dispose of its North American supply, services and trading business, Direct Energy, to NRG for headline consideration of £2.85 billion (\$3.6 billion). The Company has an indirect investment in the Canadian business via its subsidiary undertaking, GB Gas Holdings Limited, which owns Centrica Overseas Holdings Limited. The impact on the Company will not be clear until the sale has been completed.