

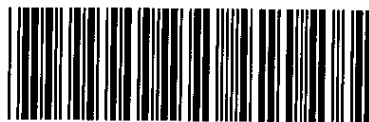
Company Registration Number: 2630496

National Grid (US) Holdings Limited

Annual Report and Financial Statements

For the year ended 31 March 2022

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National Grid (US) Holdings Limited
Strategic Report
For the year ended 31 March 2022

The Directors present their Strategic Report on National Grid (US) Holdings Limited ('the Company') for the year ended 31 March 2022.

Review of the business

The Company holds investments in other National Grid plc subsidiary companies and obtains and provides finance to fellow subsidiary companies via intercompany balances.

Executive summary

During the prior year, the Directors approved and implemented a number of steps as part of a wider group restructuring project which resulted in the Company's balance sheet as at 1 April 2021 being comprised of its investments in subsidiary undertakings. It is expected that any future transactions in the profit and loss would be dividends received from subsidiary undertakings.

During the year, the Company has received dividends of £2,500 million (2021: £2,441 million) from its subsidiary undertaking, National Grid (US) Investments 4 Limited.

Results, as detailed below, largely depend on investment income received.

Results

The Company's profit for the year was £2,500,000,000 (2021: £2,680,035,000 profit).

Financial position

The financial position of the Company is presented in the balance sheet. Total shareholders' equity at 31 March 2022 was £10,094,736,000 (2021: £10,094,736,000) comprising fixed asset investments of £10,094,736,000 (2021: £10,094,736,000).

Key performance indicators and principal risks and uncertainties

As the Company is part of a larger group, the management of the Company does not involve the use of key performance indicators in measuring the development, performance or the position of the Company and the principal risks and uncertainties are integrated with the principal risks of National Grid plc. For information on the development, performance, risks, uncertainties and position of National Grid plc and its subsidiaries ('National Grid'), and of the key performance indicators used, refer to the Strategic Report included in National Grid plc's Annual Report and Accounts 2021/22, which does not form part of this report.

National Grid (US) Holdings Limited

Strategic Report (continued)

For the year ended 31 March 2022

Financial risk management

The management of the Company and the execution of the Company's strategy are subject to several financial risks. The Directors have identified the need to manage the Company's material financial risks, including liquidity, credit, and previously interest rate cash flow and foreign exchange risks. These risks are monitored through a National Grid Treasury ('Treasury') management function which invests surplus funds, mitigated foreign exchange and interest rate exposure and managed borrowings for National Grid plc and its subsidiaries.

Treasury also seeks to limit third party counterparty risk which arises from the investment of surplus funds and previously the use of derivative financial instruments. Treasury monitors the exposure that National Grid has with any one counterparty against agreed limits and these limits are monitored regularly and updated for changes in credit ratings.

Liquidity risk

The Company is fully funded for current operations through a combination of retained profits and share issues. Should this change the Company would finance new activities through new share issues and intercompany loans.

Credit risk

There is no current exposure to credit risk.

Interest rate cash flow risk

The Company had in the prior year both intercompany financial assets and liabilities which exposed it to interest rate cash flow risk. To the extent that the Company entered intercompany loan agreements, the Company's exposure to interest rate cash flow risk arose on such loans on which interest was charged based upon sterling and US dollar LIBOR.

Foreign exchange risk

To the extent that the Company in the prior year entered intercompany loan agreements (and derivative contracts) in currencies different to that of the Company's functional currency, there was an exposure to movements in exchange rates. At the balance sheet date the Company had no intercompany balances, loans or derivative contracts denominated in foreign currency.

Future developments

The Directors do not foresee a change in activities of the Company.

National Grid (US) Holdings Limited
Strategic Report (continued)
For the year ended 31 March 2022

Section 172(1) statement

The Directors of the Company, as those of all UK companies, must act in accordance with section 172 ('s172') of the UK Companies Act 2006. Section 172 requires a Director to consider, where relevant, the following in making their decisions:

- the likely long term consequences of the decision;
- the interests of the Company's employees;
- the need to foster the Company's business;
- the need to foster 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 between members of the Company


The Directors of National Grid plc (the 'Group Directors') are responsible for overseeing the governance of the National Grid Group (the 'Group') as a whole. The Group operates a single governance framework, and the Group Directors have considered the matters under s172 at Group level. To the extent applicable for understanding the Company's position, the Group summary of s172 considerations is set out on pages 56 to 59 of the National Grid plc Annual Report and Accounts (available at: www.nationalgrid.com/investors).

The Company is a holding company, with investments in Group subsidiary companies and is itself a wholly owned subsidiary within the Group. The Company obtains and provides finance to its fellow subsidiary companies via intercompany balances. The Company has no other operational activities, employees or external suppliers or customers.

During the year, the Directors have considered the Company's investments in accordance with the Group's corporate and social responsibility strategy, applicable risk policies and in light of the wider aims of the Group and proposed an interim dividend. The Board received relevant information from Group management to inform its decisions. All decisions have been taken in accordance with the Group delegations of authority policy and with due regard to National Grid's aims and governance structure.

The Directors are of the opinion that they have acted fairly and in good faith to promote the success of the Company for the benefit of its members as a whole, with consideration of the applicable matters under s172. The Directors have carried out these duties and have made decisions and undertaken short- and long-term strategies to maintain its financial performance and position. The Directors also continue to recognise the importance of maintaining its high standards of business conduct in line with the Group's Code of Ethical Business Conduct which applies to all subsidiaries within the Group.

The Strategic Report was approved by the Board of Directors and was signed by order of the Board on its behalf by:

DocuSigned by:

CD578C5FC5B2475
M Barnes
Company Secretary
6 July 2022

Directors' Report

For the year ended 31 March 2022

The Directors present their Report and the audited financial statements of the Company for the year ended 31 March 2022.

Future developments

Details of future developments have been included within the Strategic Report on page 2.

Principal risk and uncertainties

Details of principal risks and uncertainties have been included within the Strategic Report on page 1.

Financial risk management

Details of financial risk management have been included within the Strategic Report on page 2.

Dividends

During the year, the Company paid interim ordinary dividends totalling £2,500 million (2021: £3,470 million). The Directors do not recommend the payment of a final dividend (2021: nil).

Directors

The Directors of the Company during the year and up to the date of signing of the financial statements were:

K M Dickie
S W Grant
D A Preston

Directors' indemnity

National Grid has arranged, in accordance with the Companies Act 2006 and the Articles of Association, qualifying third-party indemnities against financial exposure that Directors may incur during their professional duties. Equivalent qualifying third-party indemnities were, and remain, in force for the benefit of those Directors who stood down from the Board in prior financial years for matters arising when they were Directors of the Company. Alongside these indemnities, National Grid places Directors' and Officers' liability insurance cover for each Director.

Audit exemption

For the year ending 31 March 2022 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies. The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476. The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Going concern

These financial statements have been prepared on a going concern basis, which presumes that the Company has adequate resources to remain in operation, and that the Directors intend it to do so, for at least one year from the date the financial statements are signed. As the Company is part of a larger group it participates in the Group's centralised treasury arrangements and so shares banking arrangements with its subsidiaries. The Company is expected to generate positive cash flows or be in a position to obtain finance via intercompany loans to continue to operate for the foreseeable future.

Events after the reporting period

Subsequent to the year end on 26 May 2022, the Company received a dividend of £1,691 million from its subsidiary, National Grid (US) Investments 4 Limited. On the same date the Directors agreed to declare and pay a dividend to its parent company, National Grid plc of £1,691 million. This dividend resulted from the cash consideration received in the US from sale of The Narragansett Electric Company.

Directors' Report (continued)
For the year ended 31 March 2022

Statement of Directors' responsibilities


The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

UK 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'. 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 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 to 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.

The Directors' Report was approved by the Board of Directors and was signed by order of the Board on its behalf by:

DocuSigned by:

CD578C5FC5B2475

M Barnes

Company Secretary

6 July 2022

Registered office:

1-3 Strand

London

WC2N 5EH

Registered in England and Wales

Company registration number: 2630496

..... (JS) Holdings Limited

Profit and loss account
For the year ended 31 March 2022

	Notes	2022 £'000	2021 £'000
Operating charges		—	(3,560,340)
Operating loss	2	—	(3,560,340)
Income from shares in subsidiary undertakings		2,500,000	6,259,275
Interest receivable and similar income	4	—	16,791
Interest payable and similar charges	5	—	(40,124)
Profit before tax		2,500,000	2,675,602
Tax	6	—	4,433
Profit for the year		<u>2,500,000</u>	<u>2,680,035</u>

The results for both years reported above relate to continuing activities.

There have been no other comprehensive gains/losses during either the current or prior year other than as disclosed in the profit and loss account and therefore no separate statement of comprehensive income has been presented.

National Grid (US) Holdings Limited

Balance sheet
As at 31 March 2022

	Notes	2022 £'000	2021 £'000
Fixed assets			
Investments	8	10,094,736	10,094,736
Net assets		<u>10,094,736</u>	<u>10,094,736</u>
Equity			
Share capital	9	—	—
Profit and loss account		10,094,736	10,094,736
Total shareholders' equity		<u>10,094,736</u>	<u>10,094,736</u>

For the year ending 31 March 2022 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies. The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements set out on pages 6 to 19 were approved by the Board of Directors on 6 July 2022 and were signed on its behalf by:

DocuSigned by:

 543744FB68524D9
K M Dickie
 Director

National Grid (US) Holdings Limited
 Company registration number: 2630496

International JS) Holdings Limited

Statement of changes in equity
For the year ended 31 March 2022

	Share capital £'000	Share premium account £'000	Profit and loss account £'000	Total shareholders' equity £'000
At 1 April 2020	2,435	10,265,225	616,718	10,884,378
Profit for the year	—	—	2,680,035	2,680,035
Capital reduction (note 9)	(2,435)	(10,265,225)	10,267,660	—
Equity dividends (note 7)	—	—	(3,469,677)	(3,469,677)
At 31 March 2021	—	—	10,094,736	10,094,736
Profit for the year	—	—	2,500,000	2,500,000
Equity dividends (note 7)	—	—	(2,500,000)	(2,500,000)
At 31 March 2022	—	—	10,094,736	10,094,736

National Grid (US) Holdings Limited**Notes to the financial statements****For the year ended 31 March 2022****1. Summary of significant accounting policies**

National Grid (US) Holdings Limited is a private company, limited by shares. The nature of the Company's principal activities is set out in the Strategic Report on page 1. The Company is incorporated and registered in England with its registered office at 1-3 Strand, London, WC2N 5EH.

(a) Basis of preparation

The financial statements of National Grid (US) Holdings Limited for the year ended 31 March 2022 were approved by the Board of Directors on 6 July 2022. The Company meets the definition of a qualifying entity under Financial Reporting Standard 100 (FRS 100) issued by the Financial Reporting Council. Accordingly, these 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 and measurement requirements of International Financial Reporting Standards (IFRS) as adopted by the UK, but makes amendments where necessary in order to comply with the Companies Act 2006 and sets out below where advantage of the FRS 101 disclosure exemptions has been taken.

These financial statements have been prepared on an historical cost basis except for the revaluation of derivative financial instruments in the prior year and are presented in pounds sterling which is the currency of the primary economic environment in which the Company operates. The 2021 comparative financial information has also been prepared on this basis.

These financial statements have been prepared on a going concern basis, which presumes that the Company has adequate resources to remain in operation, and that the Directors intend it to do so, for at least one year from the date the financial statements are signed. As the Company is part of a larger group it participates in the Group's centralised treasury arrangements and so shares banking arrangements with its subsidiaries. The Company is expected to generate positive cash flows or be in a position to obtain finance via intercompany loans to continue for the foreseeable future.

These financial statements are presented in the format as set out in the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 (SI 2008/410).

In accordance with Section 400 of the Companies Act 2006, the Company is exempt from preparing consolidated financial statements, as it is included within the consolidated financial statements of National Grid plc, which are publicly available.

As a qualifying entity, the Company has taken the following exemptions in the preparation of these financial statements in accordance with FRS 101:

- a cash flow statement and related notes;
- disclosures in respect of transactions with National Grid plc and its wholly owned subsidiaries;
- disclosures in respect of capital management;
- disclosures in respect of impairment of assets;
- disclosures in respect of fixed asset investments; and
- the effects of new but not yet effective IFRS standards.

As the consolidated financial statements of National Grid plc which are available from the registered office, include the equivalent disclosures, the Company has taken the exemptions under FRS 101 in respect of certain disclosures required by IFRS 13 'Fair value measurement' and the disclosures required by IFRS 7 'Financial instruments: Disclosures'.

There are no amendments to accounting standards, or IFRIC interpretations that are effective for the year ended 31 March 2022 that have a material impact on the Company's financial statements.

There are no areas of judgement or key sources of estimation uncertainty that are considered to have a significant effect on the amounts recognised in these financial statements

These financial statements have been prepared in accordance with the Company's accounting policies approved by the Board of Directors and described below:

Notes to the financial statements (continued)**For the year ended 31 March 2022****1. Summary of significant accounting policies (continued)****(b) Fixed asset investments**

Investments in subsidiary undertakings held as fixed assets are stated at cost less any provisions for impairment. Cost included any adjustments which arose from hedge accounting as described in accounting policy 1(f).

Investments are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable. Impairments are calculated such that the carrying value of the fixed asset investment is the lower of its cost or recoverable amount. Recoverable amount is the higher of its net realisable value and its value-in-use.

(c) Tax

The tax credit for the prior period was recognised in the profit and loss account, the statement of comprehensive income or directly in equity according to the accounting treatment of the related transaction. The tax credit comprised current tax.

Current tax assets and liabilities were measured at the amounts expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amounts were those that have been enacted or substantively enacted by the reporting date.

(d) Foreign currency transactions and balances

Transactions in currencies other than the functional currency of the Company were recorded at the rates of exchange prevailing on the dates of the transactions. At each reporting date, monetary assets and liabilities that were denominated in foreign currencies were retranslated at closing exchange rates. Non-monetary assets were not retranslated unless they were carried at fair value. Gains and losses which arose on retranslation of monetary assets and liabilities were included in the profit and loss account.

(e) Financial instruments

Under IFRS 9 the Company reported the following financial assets and liabilities, and the classification for each was dependent upon its contractual cash flows and for financial assets the business model it is held under. All financial instruments were initially recognised on trade date.

Financial assets that had contractual cash flows that were solely payments of principal and interest, and which were held within a business model whose objective was to collect contractual cash flows, were held at amortised cost. These instruments included loans to subsidiary undertakings, and loans to subsidiaries within the National Grid group. For impairment assessment purposes loans to subsidiary and fellow subsidiary undertakings were individually assessed based on a review of solvency and liquidity arrangements and as such the expected credit loss for both the current and the prior year was £nil.

Borrowings, which included interest-bearing loans and overdrafts, were initially recorded at fair value. This normally reflects the proceeds received (net of direct issue costs for liabilities measured at amortised cost). Subsequently, borrowings were stated at amortised cost. Any difference between the proceeds after direct issue costs and the redemption value was recognised over the term of the borrowing in the profit and loss account using the effective interest method.

Derivative financial instruments were initially recognised at fair value and subsequently remeasured to fair value at each reporting date. Changes in fair values were recorded in the period they arose, in either the profit and loss account or other comprehensive income as required by IFRS 9. Where the fair value of a derivative was positive, it was carried as a derivative asset and where negative, as a derivative liability.

The fair value of derivative financial instruments was calculated by taking the present value of future cash flows, primarily incorporating market observable inputs. The various inputs included foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate and inflation curves, the forward rate curves of underlying commodities, and for those positions that were not fully cash collateralised the credit quality of the counterparties.

Notes to the financial statements (continued)**For the year ended 31 March 2022****1. Summary of significant accounting policies (continued)****(f) Hedge accounting**

In the prior year, the Company entered into derivatives and foreign currency denominated intercompany loans in order to manage its foreign currency exposures, with a view to managing the risk associated with the Company's underlying business activities and the financing of those activities. The principal derivatives used were forward foreign currency contracts.

Hedge accounting allowed derivatives and foreign currency denominated intercompany loans to be designated as a hedge of other financial instruments, to mitigate the impact of potential volatility in the profit and loss account. The Company used hedge accounting to hedge investments in overseas subsidiary undertakings.

Changes in the carrying value of financial instruments that were designated as hedges of the changes in the fair value of assets or liabilities ('fair value hedges') were recognised in the profit and loss account. An offsetting amount was recorded as an adjustment to the carrying value of hedged items, with a corresponding entry in the profit and loss account, to the extent that the change was attributable to the risk being hedged and that the fair value hedge was effective.

Fair value hedging was designated as hedging the exposure to movements in the spot rate of exchange rates only. Changes in the fair value of derivatives that did not qualify for hedge accounting were recognised in the profit and loss account as they arose.

Discontinuation of hedge accounting

Hedge accounting was discontinued when a hedging relationship no longer qualified for hedge accounting. For fair value hedges the cumulative adjustment recorded to its carrying value at the date hedge accounting was discontinued was recognised in the profit and loss account as the hedged item impacted profit or loss.

(g) Equity instruments

An equity instrument is any contract that includes a residual interest in the assets of the Company after deducting all liabilities and is recorded at the proceeds received, net of direct issue costs, with an amount equal to the nominal amount of the shares issued included in the share capital account

(h) Dividends

Dividend income is recognised when the right to receive payment is established. Dividend distributions to the Company's shareholders are recognised as a liability in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders.

Notes to the financial statements (continued)

For the year ended 31 March 2022

2. Operating loss

	2022	2021
	£'000	£'000
Operating loss is stated after charging:		
Impairment of fixed asset investments (note 8)	—	3,560,340

The Company no longer incurs audit fees nor do any of its UK subsidiaries.

Disclosure of non-audit fees is not required as these have been disclosed in the consolidated financial statements of National Grid plc.

3. Directors and employees

The emoluments of the Directors are not paid to them in their capacity as Directors of the Company and are payable for services wholly attributable to other National Grid subsidiary undertakings. Accordingly, no details in respect of their emoluments have been included in these financial statements. During the year, there were 3 Directors (2021: 6) who exercised share options in or received ordinary shares as part of long term incentive plans of the ultimate parent company, National Grid plc.

There were no employees of the Company during the year (2021: none).

4. Interest receivable and similar income

	2022	2021
	£'000	£'000
Interest receivable from fellow subsidiary undertakings	—	1,721
Interest receivable from immediate parent company	—	15,070
	—	16,791

5. Interest payable and similar charges

	2022	2021
	£'000	£'000
Interest payable to immediate parent company	—	38,930
Interest payable to fellow subsidiary undertakings	—	576
Net losses on intercompany derivatives and foreign currency denominated intercompany loans designated as fair value hedges (see below)	—	618
	—	40,124

Notes to the financial statements (continued)

For the year ended 31 March 2022

5. Interest payable and similar charges (continued)

Net losses on intercompany derivatives and foreign currency denominated intercompany loans designated as fair value hedges:

	2022 £'000	2021 £'000
Gains on intercompany derivatives	—	(20,825)
Exchange gains on revaluation of foreign currency denominated intercompany loans	—	(139,868)
	—	(160,693)
Fair value hedge accounting adjustments recorded against fixed asset investments (see note 8)	—	161,311
	—	618

6. Tax

	2022 £'000	2021 £'000
Current tax:		
UK corporation tax	—	(4,433)

The tax credit for the year is lower (2021: lower) than the standard rate of corporation tax in the UK of 19% (2021: 19%). The differences are explained below:

	2022 £'000	2021 £'000
Profit before tax	2,500,000	2,675,602
Profit before tax multiplied by standard rate of corporation tax in the UK of 19% (2021: 19%)	475,000	508,364
Effect of:		
Non-taxable income from shares in subsidiary undertakings	(475,000)	(1,189,262)
Expenses not deductible for tax purpose	—	707,114
Taxation on transfer pricing adjustments	—	(30,649)
Total tax credit in the profit and loss account	—	(4,433)

Factors that may affect future tax charges

In the Spring Budget 2021, the UK government announced an increase in the main corporation tax rate from 19% to 25% with effect from 1 April 2023.

The Directors will continue to monitor the developments driven by Brexit, the OECD's Base Erosion and Profit Shifting (BEPS) project and European Commission initiatives including fiscal aid investigations. At this time, the Directors do not expect this to have any material impact on future tax charges. Governments across the world including the UK have introduced various stimulus/reliefs for businesses to cope with the impact of COVID-19 pandemic, from which the Directors do not currently expect there to be a material impact on the Company's future tax charges.

Notes to the financial statements (continued)

For the year ended 31 March 2022

7. Equity dividends

	2022 £'000	2021 £'000
Equity – ordinary dividends		
First interim paid: £25,000,000.00 (2021: £428.64) per share	2,500,000	1,043,745
Second interim paid: nil pence (2021: £106.47) per share	—	259,250
Third interim paid: nil pence (2021: £21,666,820.48) per share	—	2,166,682
	<u>2,500,000</u>	<u>3,469,677</u>

At the date the third interim dividend was paid in 2021, the number of shares in issue had decreased following a capital reduction.

8. Fixed asset investments

	Shares in subsidiary undertakings £'000
Cost:	
At 1 April 2021	15,030,404
Disposals	(1,375,328)
At 31 March 2022	<u>13,655,076</u>
Provision:	
At 1 April 2021	4,935,668
Disposals	(1,375,328)
At 31 March 2022	<u>3,560,340</u>
Net book value:	
At 31 March 2022	<u><u>10,094,736</u></u>
At 31 March 2021	<u>10,094,736</u>

On 7 September 2021, the Company's subsidiary National Grid Twenty Five Limited was officially dissolved following a voluntary liquidation process. This investment was previously fully impaired and this dissolution has been accounted for as a disposal during the year.

In the prior year, the Company received dividends of £3,818,747,000 from its subsidiary undertaking, NatgridTW1 Limited and following receipt of these dividends the Directors agreed to charge £3,560,340,000 to the profit and loss account as an impairment charge.

Following the rationalisation of its US dollar subsidiaries in the prior year the Company ceased hedging its foreign exchange risk associated with these US dollar investments using intercompany loans and derivatives. The hedging activities up to this date when hedging ceased resulted in a decrease of £161,311,000 in the carrying value of investments.

The Company's subsidiary undertakings as at 31 March 2022 were as follows:

Name of subsidiary	Principal activity
National Grid (US) Investments 4 Limited	Investment holding company
NatgridTW1 Limited	Dormant

For the above subsidiaries the Company holds 100% of the ordinary share capital and each of the companies are registered in England and Wales with a registered office at 1-3 Strand, London, WC2N 5EH.

The Directors believe that the carrying value of the investments is supported by the value of the underlying net assets.

Notes to the financial statements (continued)**For the year ended 31 March 2022****8. Fixed asset investments (continued)**

The Company also controls indirectly through its subsidiary undertakings a number of companies split between subsidiaries and joint ventures and associates as listed below. These undertakings are wholly owned unless otherwise indicated.

Subsidiary undertakings incorporated in the US

Registered office: National Registered Agents, Inc., 1209 Orange Street, Wilmington, DE 19801, USA (unless stated otherwise in footnotes).

Apple River Solar, LLC	Day Lily Solar, LLC ⁵
Armenia Solar, LLC	Deatsville Solar, LLC
Ashland Solar, LLC	Deer Trail Solar, LLC
Athens Solar, LLC	Dodson Creek Solar, LLC ⁶
Autauga Solar, LLC	Donnellson Solar, LLC
Banner Solar, LLC	Elburn Solar, LLC
Bazile Creek Wind Farm, LLC	Eldena Solar, LLC
Bee Hollow Solar, LLC	Elk Creek Solar 2, LLC
Bell Plaine Solar, LLC	Elk Creek Solar, LLC
Benevolent Solar, LLC	EUA Energy Investment Corporation ²
Blaze Solar, LLC ¹	Exie Solar, LLC
Blevins Solar, LLC	Falls City Solar, LLC
Blue Ridge Wind, LLC	Fayette Solar, LLC ⁷
Blue Spring Solar, LLC	Fillmore County Solar Project, LLC
Blues Solar, LLC	Firstview Wind Farm, LLC
Bluewater Solar, LLC	Fort Solar, LLC
Boone Solar, LLC	Front Range Wind Farm, LLC
Boston Gas Company ²	Gardenia Solar, LLC ⁵
Bridges Solar, LLC	Golden Solar, LLC
Brock Solar, LLC	Goldendale Solar, LLC
Broken Bridge Corp. ⁴	Goldenrod Wind Farm, LLC
Brook Trout Solar, LLC	Goldfinch Solar, LLC
Burley Solar, LLC	Grand Junction Solar, LLC
Burlington Solar, LLC	Granite State Power Link LLC ³
Burr Ridge Wind, LLC	Grant Solar 2, LLC
Cage Ranch Solar II, LLC	Grant Solar, LLC
Cage Ranch Solar III, LLC	Grayson Solar, LLC
Cage Ranch Solar, LLC	Greenbrier Creek Solar, LLC
Caldwell Solar II, LLC	Greensky Solar, LLC
Caldwell Solar, LLC	Greenwood Solar, LLC
Canby Solar, LLC	Grid NY LLC ⁸
Cass Wind Farm, LLC	Grindstone Wind Farm, LLC ⁹
Cattle Ridge Wind Farm 2, LLC	Hale County Solar, LLC
Cedar Grove Solar, LLC	Hansford Energy Storage, LLC
Centennial Solar, LLC	Harmony Solar ND 2, LLC
Clay Boswell Solar, LLC	Harmony Solar ND, LLC
Clear Creek Solar, LLC	Harrington Solar, LLC
Clermont Solar, LLC	Hartley Solar, LLC
Clinton County Solar, LLC	Hearth Solar, LLC
Coles Solar, LLC	Hill River Solar, LLC
Compass Prairie Wind, LLC	Honeybee Solar, LLC
Coneflower Solar, LLC ⁵	Hoosier Solar, LLC
Conestoga Wind, LLC	Hoskins Solar, LLC
Copperhead Solar, LLC	Illumination Solar, LLC
Creekview Solar, LLC	Innovation Solar, LLC
Crocker Wind Farm 2, LLC	Itasca Energy Development, LLC ⁵
Dahlia Solar, LLC ⁵	Itasca Energy Services, LLC
Dakota Hills Wind Farm, LLC	Jack Rabbit Wind, LLC

Notes to the financial statements (continued)

For the year ended 31 March 2022

8. Fixed asset investments (continued)

Jackson County Solar, LLC	National Grid LNG GP LLC ³
Junction Solar, LLC	National Grid LNG LLC ³
KeySpan CI Midstream Limited ³	National Grid LNG LP LLC ³
KeySpan Energy Corporation ⁸	National Grid Millennium LLC ³
KeySpan Energy Services Inc. ³	National Grid NE Holdings 2 LLC ²
KeySpan Gas East Corporation ⁸	National Grid North America Inc. ³
KeySpan International Corporation ³	National Grid Partners Inc. ⁸
KeySpan MHK, Inc. ³	National Grid Partners LLC ³
KeySpan Midstream Inc. ³	National Grid Port Jefferson Energy Center LLC ³
KeySpan Plumbing Solutions, Inc. ⁸	National Grid Renewables Development, LLC
Knox Solar, LLC	National Grid Renewables E Wind, LLC ⁵
KSI Contracting, LLC ³	National Grid Renewables Operations, LLC ³
KSI Electrical, LLC ³	National Grid Renewables Projects, LLC ⁵
KSI Mechanical, LLC ³	National Grid Renewables Stutsman, LLC
Lake Charlotte Solar, LLC	National Grid Renewables, LLC ³
Lake Iris Solar, LLC	National Grid Services Inc. ³
Lakeside Solar, LLC	National Grid US 6 LLC ³
Land Management & Development, Inc. ⁸	National Grid US LLC ³
Landwest, Inc. ⁸	National Grid USA ³
Lansing Solar, LLC	National Grid USA Service Company, Inc. ²
Leola Wind Farm, LLC	NEES Energy, Inc. ²
Liberty Solar, LLC	New England Electric Transmission Corporation ⁴
Lilac Solar, LLC ⁵	New England Energy Incorporated ²
Livingston County Solar, LLC	New England Hydro Finance Company, Inc. (53.704%) ²
Long Mount Solar, LLC	New England Hydro-Transmission Corporation (53.704%) ⁴
Lordsburg Solar, LLC	New England Hydro-Transmission Electric Company, Inc. (53.704%) ²
Louisa Solar, LLC	New England Power Company ²
Lowlands Solar, LLC	Newport America Corporation ¹¹
Lydia Solar, LLC	Newton Solar, LLC
Marion County Solar, LLC	NG Renewables Energy Marketing, LLC ³
Massachusetts Electric Company ²	NG Renewables Energy Services, LLC
Maverick Wind Farm, LLC	NGNE LLC ³
Meadowlands Solar, LLC	NGV Emerald Energy Venture Holdings, LLC ³
Metrowest Realty LLC ³	NGV OSW Holdings, LLC ³
Miller Creek Solar, LLC	NGV US Distributed Energy Inc. ³
Millers Ferry Solar, LLC	NGV US Transmission Inc. ³
Morgan County Solar, LLC	NGV US, LLC ³
Morning Glory Solar, LLC ⁵	Niagara Mohawk Energy, Inc. ³
Muddy Creek Solar, LLC	Niagara Mohawk Holdings, Inc. ⁸
Mustang Ridge Wind Farm, LLC	Niagara Mohawk Power Corporation ⁸
Mystic Steamship Corporation ⁶	Niobrara Wind, LLC
Nantucket Electric Company ²	NM Properties, Inc. ⁸
National Grid Development Holdings Corp. ³	Noble Solar, LLC ¹²
National Grid Electric Services LLC ⁸	Nordic VOS, LLC
National Grid Energy Management LLC ³	North East Transmission Co., Inc. ³
National Grid Energy Services LLC ³	North Fork Wind, LLC
National Grid Energy Trading Services LLC ⁸	Northeast Renewable Link LLC ³
National Grid Engineering & Survey Inc. ⁸	Opinac North America, Inc. ³
National Grid Generation LLC ⁸	Parklawn Solar, LLC
National Grid Generation Ventures LLC ⁸	Pennington Solar, LLC
National Grid Glenwood Energy Center, LLC ³	Peony Solar, LLC
National Grid IGTS Corp. ⁸	Philadelphia Coke Co., Inc. ³
National Grid Insurance USA Ltd ¹⁰	
National Grid Islander East Pipeline LLC ³	

Notes to the financial statements (continued)

For the year ended 31 March 2022

8. Fixed asset investments (continued)

Pierce County Solar, LLC	Stove Creek Solar, LLC
Pike County Solar, LLC	Sturgis Solar, LLC
Pipestone Solar, LLC	Summit Lake Solar, LLC
Plum Creek Wind Farm 2, LLC	Sunbeam Solar, LLC
Plum Creek Wind Farm, LLC	Sunrise Solar, LLC
Port of the Islands North, LLC ⁸	Sycamore Creek Solar, LLC
Portage Solar, LLC	Thacker Solar, LLC
Prairie Oasis Solar, LLC	The Brooklyn Union Gas Company ⁸
Prairie Rose Wind 2, LLC ⁵	The Narragansett Electric Company ¹¹
Prosperity Wind Farm 2, LLC	Torchlight Solar, LLC ⁵
Prosperity Wind Farm, LLC	Transgas Inc. ²
Red Rock Solar SD, LLC	Tri-City Solar, LLC
Red Wolf Solar, LLC	Uintah Solar, LLC
Regal Solar 2, LLC	Unbridled Solar, LLC
Regal Solar, LLC	Upper Hudson Development Inc. ⁸
River North Solar, LLC	Valley Solar, LLC
Robertson Solar, LLC	Vermont Green Line Devco, LLC (90%) ³
Rock Ridge Wind Farm, LLC	Vibrant Solar, LLC
Rolling Hills Solar, LLC	Virgo Community Solar Gardens, LLC ⁵
Ross County Solar, LLC ⁶	Virtue Solar, LLC
Royal Solar 2, LLC	Vivid Solar, LLC
Royal Solar, LLC	Wallowa Solar, LLC
Royerton Solar, LLC	Wayfinder Group, Inc. ²
Saginaw Bay Solar, LLC	Wheatfield Solar, LLC
Sandstone Creek Solar 2, LLC	White Elm Wind Farm, LLC
Sandstone Creek Solar, LLC	Wild Springs Solar, LLC ⁵
Sapphire Sky Wind Farm, LLC	Wildcat Ridge Wind Farm, LLC
Sherco Solar 2, LLC ⁵	Wildhorse Creek Solar, LLC
Sherco Solar, LLC ⁵	Willard Solar, LLC
Silver City Solar, LLC	Williams County Solar, LLC
Simpson Solar, LLC	Wiregrass Solar, LLC
Spotlight Solar, LLC	Woodlands Solar, LLC
Spring Brook Solar, LLC	Worthington Solar, LLC
Spring River Solar, LLC	Yellowhammer Solar, LLC
Springfield Solar Farm, LLC	Young County Solar, LLC
Stony Brook Wind, LLC	
Stony Point Solar, LLC	

Notes to the financial statements (continued)**For the year ended 31 March 2022****8. Fixed asset investments (continued)****Subsidiary undertaking incorporated in Canada**

Registered office: Stewart McKelvey LLP, c/o Charles Reagh, Queen's Marque, 600-1741 Lower Water Street, Halifax, Nova Scotia, B3J 0J2, Canada

KeySpan Energy Development Co.

Subsidiary undertaking incorporated in England and Wales

Registered office: 1-3 Strand, London WC2N 5EH.

NatGrid One Limited

National Grid (US) Partner 1 Limited

National Grid Partners Limited

National Grid Ten

National Grid Twelve Limited

National Grid Twenty Three Limited

NGT Two Limited

The following indirectly owned entities are joint ventures:

Incorporated in the US

Registered office: Corporation Service Company, 251 Little Falls Drive, Wilmington, DE 19808, USA (unless stated otherwise in the footnotes)

Bight Wind Holdings, LLC (30%)⁶

Clean Energy Storage Systems, LLC (50%) (previously Clean Energy Generation, LLC)

Emerald Energy Venture LLC (51%)

Island Park Energy Center, LLC (50%)

Islander East Pipeline Company, LLC (50%)⁶

LI Energy Storage System, LLC (50%)

LI Solar Generation, LLC (50%)

The following indirectly owned entities are associates:

Incorporated in the US

Registered office: Corporation Service Company, 251 Little Falls Drive, Wilmington, DE 19808, USA (unless stated otherwise in footnotes).

Clean Line Energy Partners LLC (32%)⁶

Connecticut Yankee Atomic Power Company (19.5%)¹³

Direct Global Power, Inc. (26%)⁶

Energy Impact Fund LP (9.41%)¹⁴

KHB Venture LLC (33.33%)¹⁵

Maine Yankee Atomic Power Company (24%)¹⁶

Millennium Pipeline Company, LLC (26.25%)⁶

New York Transco LLC (28.3%)⁸

NYSEARCH RMLD, LLC (22.63%)

The Hive IV, LLC (28.2%)⁶

Yankee Atomic Electric Company (34.5%)¹⁷

¹ Registered office: National Registered Agents, Inc., 160 Greentree Drive, Suite 101, Dover DE 19904, USA.

² Registered office: Corporation Service Company, 84 State Street, Boston MA 02109, USA.

³ Registered office: Corporation Service Company, 251 Little Falls Drive, Wilmington DE 19808, USA.

⁴ Registered office: Corporation Service Company, 10 Ferry Street, Suite 313, Concord NH 03301, USA.

⁵ Registered office: National Grid Renewables Development, LLC, 8400 Normandale Lake Blvd. Suite 1200, Bloomington, MN 55437, USA.

⁶ Registered office: The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware, 19801, USA.

⁷ Registered office: 60 Mine Lake Court, Suite 200, Raleigh, Wake County, NC 27615, USA.

⁸ Registered office: Corporation Service Company, 80 State Street, Albany NY 12207, USA.

⁹ Registered office: National Registered Agents, Inc., 30600 Telegraph Road, Suite 2345, Bingham Farms, MI 48025-5720, USA.

¹⁰ Registered office: One MetroTech Center, Brooklyn NY 11201, USA.

¹¹ Registered office: Corporation Service Company, 222 Jefferson Boulevard, Suite 200, Warwick RI 02888, USA.

¹² Registered office: National Registered Agents, Inc., 1999 Bryan Street, Dallas, Dallas County TX 75201, USA.

¹³ Registered office: Carla Pizzella, 362 Injun Hollow Road, East Hampton CT 06424-3099, USA.

¹⁴ Registered office: Harvard Business Services, Inc., 16192 Coastal Highway, Lewes DE 19958, USA.

¹⁵ Registered office: De Maximus Inc., 135 Beaver Street, 4th Floor, Waltham MA 02452, USA.

¹⁶ Registered office: Joseph D Fay, 321 Old Ferry Road, Wiscasset ME 04578, USA.

¹⁷ Registered office: Karen Sucharzewski, 49 Yankee Road, Rowe MA 01367, USA.

Notes to the financial statements (continued)**For the year ended 31 March 2022****9. Share capital**

	2022	2021
	£	£
Allotted, called up and fully paid		
100 (2021: 100) ordinary shares of £0.01 each	<u>1</u>	<u>1</u>

In line with the provisions of the Companies Act 2006, the Company has amended its Articles of Association and ceased to have authorised share capital.

During the prior year the Directors agreed a capital reduction under s641(1) of the Companies Act 2006. The nominal value of the issued ordinary shares was reduced and the resulting credit of £10,267,660,000 was transferred to the distributable reserves of the Company.

10. Related party transactions

The Company is exempt under FRS 101.8(k) from disclosing transactions with National Grid plc and its subsidiary undertakings where all of the voting rights are held within the group. There were no related party transactions with other companies.

11. Ultimate parent company

The ultimate parent and controlling company is National Grid plc and the immediate parent company National Grid plc. The largest and smallest group which includes the Company and for which consolidated financial statements are prepared is headed by National Grid plc. Both entities are registered in England and Wales at the registered office below.

Copies of the consolidated financial statements can be obtained from the Company Secretary, National Grid plc, 1-3 Strand, London WC2N 5EH.

12. Events after the reporting period

Subsequent to the year end on 26 May 2022, the Company received a dividend of £1,691 million from its subsidiary, National Grid (US) Investments 4 Limited. On the same date the Directors agreed to declare and pay a dividend to its parent company, National Grid plc of £1,691 million. This dividend resulted from the cash consideration received in the US from sale of The Narragansett Electric Company.