

The Insolvency Act 1986

Administrators' progress report

Name of Company TXU Eastern Finance (B) Limited	Company number 03679711
In the High Court of Justice	Court case number 1121 of 2004

(a) Insert full
name(s) and
address(es) of
administrator(s)

We (a)

John David Thomas Milsom
KPMG LLP
15 Canada Square
London
E14 5GL

James Robert Tucker
KPMG LLP
15 Canada Square
London
E14 5GL

Joint Administrators of the above company attach a progress report for the period

(b) Insert dates from

to

(b) 9 July 2018

(b) 8 January 2019

Signed



Joint Administrator

Dated

25 January 2019

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record

Paul Liversidge
KPMG LLP
15 Canada Square
London E14 5GL
United Kingdom

TUESDAY



QIQ *Q7Y6GHQ0* #88
29/01/2019
COMPANIES HOUSE

Tel 020 76943312

Companies House receipt date barcode

When you have completed and signed this form, please send it to the Registrar of Companies at:-

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

* Delete as appropriate

Note - The receipts and payments must severally be added up at the foot of each sheet and the totals carried forward from one abstract to another without any intermediate balance so that the gross totals shall represent the total amounts received and paid by the administrator since he was appointed.



TXU Europe Limited and certain subsidiaries - in administration/liquidation and/or under voluntary arrangements [the Companies]

Administrators' and Supervisors' Progress Report to Creditors – see the Notice on page 4

Prepared for the six month period to 8 January 2019

22 January 2019

Glossary

CVA	Company Voluntary Arrangement
EGO BV	Energy Group Overseas BV
EH3	Energy Holdings (No.3) Limited
EY	Ernst & Young
Holding Companies	TXUEL and those subsidiaries for which CVAs were approved on 31 March 2005
KPMG	KPMG LLP
Operating Companies	TXUEG and its subsidiaries
The Companies	The companies listed in Appendix 1
TEG	The Energy Group Limited
TXUEG	TXU Europe Group plc
TXUEL	TXU Europe Limited
TXU UK	TXU (UK) Limited
Direct Sales	TXU Direct Sales Limited
BTL CVA	TXUEG and its subsidiaries
TXUEL Group	TXUEL and its subsidiaries
BTL Companies	TXUEG and its subsidiaries
BTL administrators	EY
ATL Companies	TXUEL and its subsidiaries



2019 ACM 11:1–11, London, UK. Copyright 2019 ACM 978-1-4503-6994-4/19/000000...\$15.00.

Contents

	Page
Notice: about this report	4
Group Structure	5
Introduction and summary update	7
Creditors and Distributions	10
Appendices	11
1. Statutory information for the Companies	12
2. Details of Administrators' remuneration and summary receipts and payments accounts	13



3) C19 KPMG LLP a UK limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG IBC”), a Swiss entity, all of which are not

Notice about this report

This report has been prepared by the Joint Administrators and Supervisors of TXUEL and the subsidiaries listed in Appendix 1 (together "the Companies"), solely to comply with their statutory duties to report to creditors under Rule 2.30 and Rule 1.26(2) of the Insolvency Rules 1986. Its purpose is to provide creditors with an update on the progress of the Administrations of the Companies for the six months to 8 January 2019 and to provide an update on the CVAs for the period ended 8 January 2019, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in TXUEL or any other company in the TXUEL Group.

Any estimated outcomes for creditors included in this Report are illustrative only and cannot be relied upon as guidance to the actual outcomes for creditors

Any person who chooses to rely on this Report for any purpose or in any context other than under Rule 2.30 and/or Rule 1.26(2) of the Insolvency Rules 1986 does so at their own risk. To the fullest extent permitted by law, the Administrators/Liquidators and Supervisors assume no responsibility and accept no liability in respect of this Report to any such person.

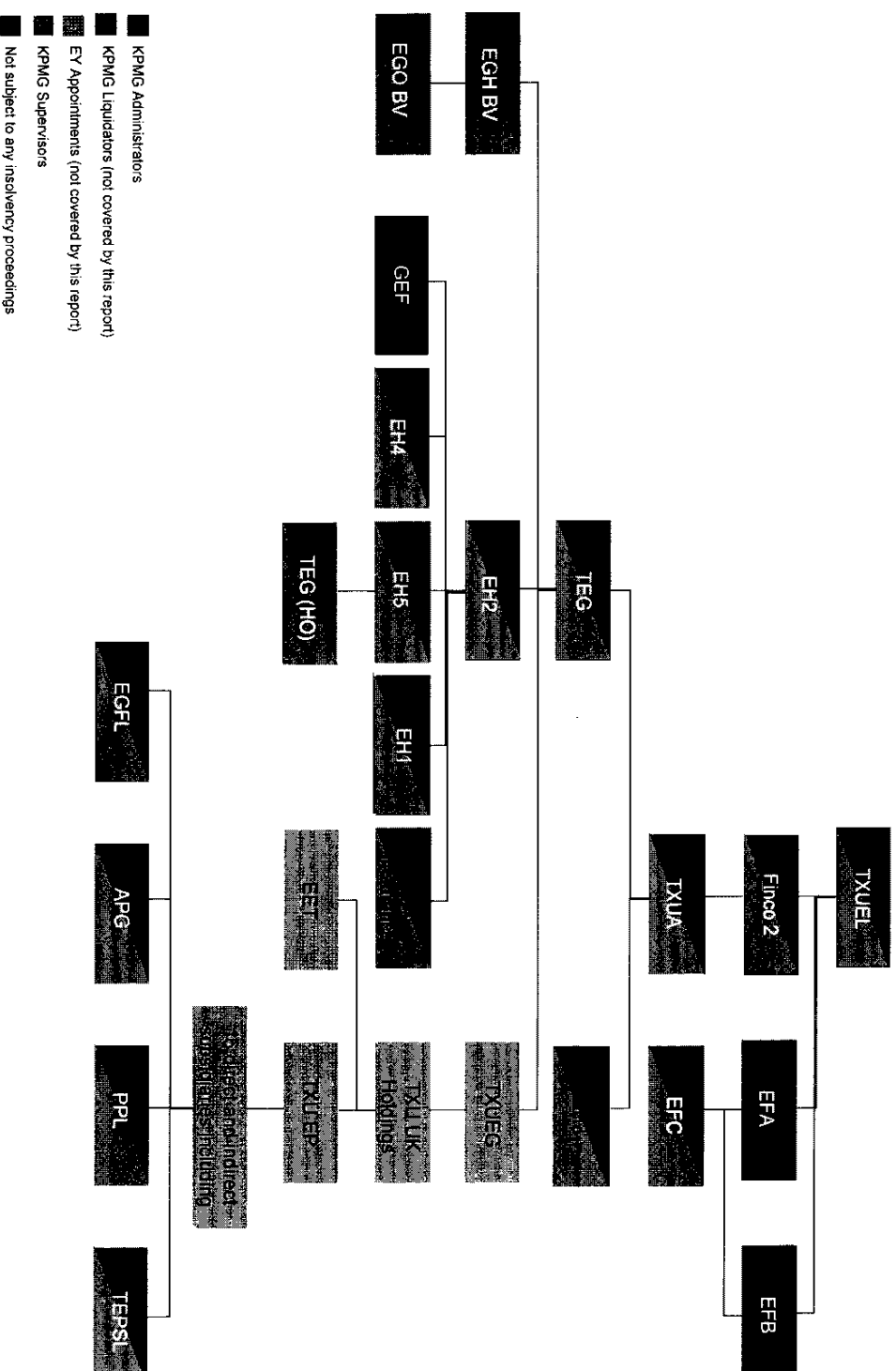
The appointments of the Joint Administrators/Liquidators and Supervisors are personal to them and, to the fullest extent permitted by law, KPMG LLP assumes no responsibility and accepts no liability to any person in respect of this Report or the conduct of the administrations/liquidations or CVAs.

John David Thomas Milson and James Robert Tucker are authorised to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales

We are bound by the Insolvency Code of Ethics

Group structure

Simplified group structure for the companies covered by this report





Introduction and Summary update

Introduction and summary update

Background

- This report covers the progress made in the Administrations and CVAs of those Companies listed in Appendix 1 for the six months since July 2018. The officeholders previous report to 8 July 2018 and earlier reports can be found at www.ktuinfo.co.uk

Outstanding matters and recent developments

- Realisations by Holding Companies are now largely derived from distributions made by TXUEG, principally to TEG. The last distribution declared and paid by the BTL Companies including TXUEG was in August 2013 when TEG received £75.6 million.
- We are advised that a final distribution will be made by the BTL Companies including TXUEG following the resolution of the remaining issues in the BTL CVAs. Those issues comprise:
 - Finalising the treatment of potential contingent asbestos claims in TXU UK a "below the line" company which is a subsidiary of TXUEG and controlled by the BTL administrators;
 - Adjudicating claims received by TXU UK from certain former Eastern Electricity employees who are members of the Electricity Supply Pension Scheme; and
 - Agreeing the position regarding £16.7 million currently ring-fenced at TXUEG relating to distributions received from TXU UK and Direct Sales.
- The history of the TXU UK officeholders estimate of future potential uninsured asbestos liabilities and the claims experience to date are outlined in our previous reports to creditors. These claims relate to industrial injuries suffered by former employees of Eastern Electricity. We understand that the TXU UK officeholder's most recent estimate of uninsured potential future claims has reduced to between £5 million and £15.7 million. The reduction results from the relatively low number of claims received since the previous actuarial review in May 2016. The Insurance Industry working group estimate future asbestos claims could potentially continue to be received until 2050.
- In the sixteen years the TXU UK officeholders have been in office TXU UK has been called upon to pay a total of £408,000 in respect of the uninsured element of the 16 agreed and paid claims.
- The dual track approach, outlined in our January 2018 report, for dealing with TXU UK and the potential contingent asbestos claims is currently on hold pending the outcome of the issue set out below.
- In January 2018 the TXU UK officeholders received notice of potential claims from a group of former Eastern Electricity employees who are members of the Electricity Supply Pension Scheme following the formal insolvency of their current employer. The TXU UK officeholders have subsequently received claims from in excess of 270 individuals.
- The TXU UK officeholders are considering the validity of the claims and the impact this will have on the BTL companies.
- The funds held in the BTL estates total £71.5 million. The ATL officeholders are considering, with their legal advisers, the amounts that need to be reserved for the uninsured asbestos liabilities and potential claims from former employees of Eastern Electricity. Extensive legal advice has been taken at both the ATL and BTL levels.:- The only parties which have an interest in the free funds in the BTL companies are the ATL companies and the ATL creditors.
- We continue to be in regular discussions with the BTL officeholders regarding the progress of the issues.

Introduction and summary update (cont.)

Realisations and distributions to creditors

- The Holding Companies have to date received £470 million from TXUEG.
- TEG will be due further funds from the final TXUEG liquidation distribution subject to the resolution of the issues mentioned above, the agreement of the BTL officeholders' costs and tax clearance. The total funds held by the BTL Companies amount to approximately £71.5 million. It is unclear at present when the final TXUEG distribution will take place.
- The total amount distributed by the Supervisors of the Holding Companies to external (non-group) creditors is £883.4 million. In the CVA proposal the estimated total distribution to external (non-group) creditors was £569 million and further distributions of significant value are still to be made.
- Details of the distributions paid to date and future estimated distributions assuming TEG receives the surplus funds from TXUEG, are shown on page 10 of this report.





Creditors and Distributions

Creditors and Distributions

Creditors and Distributions

- Claims received and agreed or rejected pursuant to the CVA, their values as at 19 November 2002 and 7 January 2005 and the amounts distributed in respect of such claims are set out in the table below. The differences in the values of claims as at 19 November 2002 and 7 January 2005 relate to movements in foreign currency exchange rates and capitalised interest. Some claims are set at 19 November 2002 values because of their particular nature.

Distributions, estimated future distributions and estimated outcome range

£m	Claims 19 November 2002	Claims 7 January 2005	Distributions paid to date	Range of Estimated future distributions Best Worst	Range of Estimated total outcome Best Worst
Agreed claims					
EGO BV Bonds	329.8	335.1	329.8	- -	329.8 329.8
EFC Bonds	1,376.9	1,487.4	324.8	27.1 14.5	351.9 339.3
Revolving Credit Facility	693.5	825.6	169.3	14.4 7.9	183.7 177.2
Holders of TXU Acquisition Loan Notes	19.1	20.5	4.2	0.4 0.2	4.6 4.4
Barcap Claim	19.4	21.6	19.4	- -	19.4 19.4
TXU Europe Ltd other creditors	111.2	120.6	25.8	2.2 1.2	28.0 27.0
TXU Eastern Funding Company	3.3	3.3	-	- -	- -
TXU Acquisitions Ltd other creditors	3.3	3.3	0.7	0.1 -	0.8 0.7
The Energy Group Ltd other creditors	3.3	3.3	0.5	0.1 -	0.6 0.5
Energy Group Overseas BV other creditors	3.3	3.3	0.4	0.1 -	0.5 0.4
Energy Holdings (No2) Ltd other creditors	6.7	6.7	3.4	0.4 0.2	3.8 3.6
Energy Holdings (No3) Ltd other creditors	5.3	6.1	2.7	- -	2.7 2.7
Energy Holdings (No5) Ltd	6.6	6.6	2.4	0.3 0.2	2.7 2.6
Total	2,581.7	2,843.4	883.4	45.1 24.2	928.5 907.6

We make the following observations in relation to the table above:

- There remains considerable uncertainty regarding the level of future realisations from the BTL companies due to the impact of the contingent asbestos claims and pension claims in TXU UK on the funds available for distribution to TEG. We have therefore calculated the future distributions on a best and worst case scenario. In the worst case, which is considered to be unlikely, there will be no further funds to be distributed.
- The above estimated outcome is illustrative only and should not be relied upon as guidance as to the actual outcomes for creditors. The EGO BV bonds have received a total of 100p in the £ as a result of their claims at EGO BV, TXUEL and EH3. Similarly the Barcap Claim has received a total of 100p in the £ on its claim as a result of its claims at EH3 and TXUEL.
- It is likely that there will be at least two further payments to creditors; when funds are received by the Holding Companies from the Operating Companies and when the issues which remain to be dealt with within the TXUEL Group have been resolved.
- The final distribution will be contingent upon receipt of tax clearance from HM Revenue & Customs.
- Due to the complex matrix of intercompany indebtedness distributions are made with the assistance of the model which reflects the terms regarding distributions set out in the CVAs. The gross intercompany distributions calculated by the model are considerably inflated due to its iterative nature. The figures shown represent the output from the model for external third party creditors.





Appendix 1

Statutory information for the Companies

Statutory information for the Companies

Name of company	Company number	Abbreviation	Administrators	Supervisors	High Court number	Date of order
TXU Europe Limited	03505836	TXUEL	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 7650 of 2002	19 November 2002
TXU Acquisitions Limited	03455523	TXUA	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 7652 of 2002	19 November 2002
The Energy Group Limited	03613919	TEG	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 7649 of 2002	19 November 2002
TXU Finance (No.2) Limited	03514100	Finco2	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 2758 of 2003	2 May 2003
Energy Holdings (No.2) Limited	02969102	EH2	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 2754 of 2003	2 May 2003
Energy Holdings (No.4) Limited	01468569	EH4	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 2755 of 2003	2 May 2003
Energy Holdings (No.5) Limited	00941665	EH5	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 2756 of 2003	2 May 2003
TXU Eastern Funding Company	03710529	EFC	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 1123 of 2004	3 November 2003
TXU Eastern Finance (A) Limited	03680673	EFA	JR Tucker JDT Milsom	n/a	No. 1122 of 2004	3 November 2003
TXU Eastern Finance (B) Limited	03679711	EFB	JR Tucker JDT Milsom	n/a	No. 1121 of 2004	3 November 2003
Energy Group Overseas BV	33296337 Amsterdam	EGOBV	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 7084 of 2003	20 November 2003
Energy Group Holdings BV	33296335 Amsterdam	EGHBV	JR Tucker JDT Milsom	JR Tucker JDT Milsom	No. 7082 of 2003	20 November 2003
Energy Holdings (No.3) Limited	03257256	EH3	n/a	JR Tucker JDT Milsom	n/a	n/a
TEG (Head Office) Limited	02259512	TEG (HO)	n/a	JR Tucker JDT Milsom	n/a	n/a
Energy Holdings (No.1) Limited	03239971	EH1	n/a	JR Tucker JDT Milsom	n/a	n/a

Note:

- (a) The Registered Office for the Companies except EGOBV and EGHNV is 15 Canada Square, London E14 5GL. The Registered Office for EGOBV and EGHNV is DeBoelelaan 7, 1033 HD, Amsterdam, Netherlands
- (b) On 13 April 2010 an order was made in the High Court appointing James Robert Tucker as joint administrator and supervisor of EGOBV and EGHNV in place of Finbarr Thomas O'Connell following Mr O'Connell's retirement from KPMG LLP in accordance with the order; creditors and members were given notice of the order by advertisement in the London Gazette on 23 April 2010.
- (c) On 11 January 2013 an order was made in the High Court appointing John David Thomas Wilson as joint administrator of EFC, EFA and EFB in place of Richard John Hill, following Mr Hill's retirement from KPMG LLP. In accordance with the order, creditors and members were given notice of the order by advertisement in the London Gazette on 22 January 2013.
- (d) On 14 August 2013 an order was made in the High Court appointing John David Thomas Wilson as joint administrator and supervisor of EHE2, EHA, EHB and joint liquidator and supervisor of EHE3, TEH2 (H0) and EH1 in place of Jeremy Simon Scott, following Mr Scott's retirement from KPMG LLP. In accordance with the order, creditors and members were given notice of the order by advertisement in the London Gazette on 21 August 2013.



© 2002 KPMG LLP, a U.S. limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with the KPMG International Cooperative (“KPMG IC”), a Swiss entity, all of which are not subject to audit by the SEC.



Appendix 2

Details of Administrators' remuneration and summary receipts and payments
accounts

Office holders' remuneration from appointment for the Companies

Remuneration for Initial Appointments covered by this report

		TXUEL		TXUA		TEG	
	Hrs	Cost (£000)		Hrs	Cost (£000)	Hrs	Cost (£000)
Total time spent to 31 December 2018	57,067	15,383		13,638	4,130	6,559	3,813
Fees approved as at 31 December 2018	-	15,108		-	4,006	-	3,559
Balance to be approved (£000)		275			124		254

Remuneration for subsequent appointments covered by this report

		Finco2		EH1		EH2		EH4		EH5		EH3		TEG (HO)	
		291	231	2,442	2,331	124	92	3,513	98	324	56	154	98	154	98
Total time spent to 31 December 2018	291	231	2,442	2,331	124	92	3,513	98	324	56	154	98	154	98	98
Fees approved as at 31 December 2018	275	225	2,331	111	85	16	324	56	154	98	98	98	98	98	98
Balance to be approved (£000)	16	6	111	85	16	324	56	154	98	98	98	98	98	98	98

Remuneration for subsequent appointments covered by this report

	EGO BV	EGH BV	EFC	EFA	EFF
Total time spent to 31 December 2018	1,899	27	239	6	6
Fees approved as at 31 December 2018	1,847	27	182	6	6
Balance to be approved (£000)	52	-	57	-	-

- The above costs information is a summary of the information provided to the Creditors/Liquidation Committees under Statement of Insolvency Practice No.9 ("SIP9"). The insolvency profession uses SIP9 as guidance on the remuneration of insolvency officeholders. The committees approve the costs for each of the companies. A copy of "A Creditors Guide to Joint Administrators' Fees" from SIP9 produced by the Association of Business Recovery Professionals is available at www.r3.org.uk/what-we-do/publications/professional-fees/administrators-fees. If you are unable to access this guide and would like a copy, please contact Paul Liversidge, KPMG LLP on 020 7694 3312.
- If you would like to request more information about our remuneration and expenses disclosed in this progress report, you must do so in writing within 21 days of receiving this progress report. Requests from unsecured creditors must be made with the concurrence of at least 5% in value of unsecured creditors (including the unsecured creditor making the request) or with the permission of the Court.
- If you wish to challenge the basis of our remuneration, the remuneration charged, or the expenses incurred during the period covered by this progress report, you must do so by making an application to Court within eight weeks of receiving this progress report. Applications by unsecured creditors must be made with the concurrence of at least 10% in value of unsecured creditors (including the unsecured creditor making the challenge) or with the permission of the Court. The full text of the relevant rules can be provided on request by writing to Paul Liversidge, KPMG LLP, 15 Canada Square, London E14 5GL.
- It is the officeholders' intention to seek approval of the outstanding fees to enable payment after that approval is obtained.



Receipts and payments accounts (cont.)

TXUEL		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 19 Nov 02 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Payments					
Transfer to Supervisor			642,917,013		
Allocation of TXU Corp settlement to other companies			50,303,340		
Transfer to Supervisor re direct claimants			39,965,744		
Legal fees	43,676		24,829,626		
Administrators' fees and expenses			14,581,753		
Payment to disputed claims account			9,695,249		
Reallocation of PPA contribution (a)			5,750,000		
Payment of insurance refund to TXUEG from TXU Corp settlement			1,631,488		
Advisors' fees			6,088,744		
Other expenses	20		2,026,768		
Bond trustee costs	9,661		995,457		
Payment to TXUA for legal costs			680,553		
Irrecoverable VAT	8,735		757,003		
Group relief payment			24,219		
Un-recovered unfair prejudice costs			2,100,841		
Distributions of other company obligations (b)					269,757,570
Distributions to external creditors					592,312,584
Payments to direct claimants					39,965,744
Net interest on disputed claims					5,387
Distributions to connected companies					50,599,043
Balance as at 8 January 2019	62,092		802,347,798	NIL	
Funds held in non-interest bearing account	(60,956)		884,469	NIL	
Summary of funds held as at 8 January 2019					
Funds held in interest bearing account			0		0
Funds held in interest bearing account			884,469		0

Note: (a) PPA contributions are monies paid by certain PPA creditors, as part of the overall compromise, upon implementation of the 8TL CVAs. See paragraph C2.6.7 of Operating Company CVA. When ATL CVAs became effective in October 2019 of this was paid to the Conduit Companies pro-rated to their claims against TXUEG.

(b) All distributions to banks and bonds were paid through TXUEL. Accordingly EFC, EGO BV and EHS forwarded their payments to TXUEL for this purpose.

Source: Officeholders records



31.03.2019 KPMG LLP, a UK firm, and its wholly owned subsidiary partner firm of the KPMG network, PwC, advised on the implementation of the CVAs. KPMG LLP provided the 100% of the CVAs and the 100% of the CVAs.

Receipts and payments accounts (cont.)

TXUA		Administration		CVA	
£		Six months 9 Jul 18 to 8 Jan 19	Cumulative 19 Nov 02 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
ATL Intercompany debt			622,005,761		
Distributions from TXUEG CVA			161,356,218		
Tax equalisation receipts (paragraph C7, Operating Company CVA)			35,000,000		
Reimbursement of investigation costs			14,300,000		
Release of credit derivatives			11,355,551		
Proceeds of settlement with TXU Corp (Part C7 of CVA)			6,999,046		
Release of monies held in solicitors' trust accounts (advance distribution from TXUEG)			5,000,000		
Sale of intercompany debt owed by TXU Europe Group Plc (in administration)			1,788,589		
Bank interest (gross)	977		3,037,347		
PPA contribution (paragraph C2.6.7, Operating Company CVA)			2,159,975		
Reimbursement of legal costs			680,563		
Receipts from disputed claims account			533,025		
Proceeds from TOPS settlement			98,333		
Tax refunds			88,500		
Other receipts			8,464		
Sale of tax losses			2,436,689		
Banking group relief			308,781		
Transfer from Administrator					812,117,513
	977		867,156,832	NIL	812,117,513

Source: Officeholders records



Receipts and payments accounts (cont.)

TXUA		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 19 Nov 02 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Payments					
Transfer to Supervisor			812,117,513		
Tax equalisation payments (paragraph C7, Operating Company CVA)			26,937,998		
Payment to BTL top-up creditors (paragraph C8, Operating Company CVA)			7,500,000		
TXUEG investigation costs (paragraph C4, Operating Company CVA)			6,800,000		
Repayment of advance distribution			5,000,000		
Administrators' fees and expenses			3,707,787		
Legal fees			792,408		
Payment to disputed claims account			661,045		
Group relief payments			677,100		
Professional fees			214,472		
Irrecoverable VAT			5,266		
Un-recovered unfair prejudice costs			1,786,709		
Other expenses			131,156		
Committee expenses			12,349		
Distributions to connected companies					807,417,598
Distributions to external creditors					4,692,992
Net interest on disputed claims					6,923
Balance as at 8 January 2019		NIL	866,343,803	NIL	812,117,513
Summary of funds held as at 8 January 2019		977	813,029	NIL	NIL
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			813,029		0
Source: Offsholders records					



© 2019 KPMG LLP, a U.S. limited liability partnership and the U.S. member firm of the KPMG network, a independent member firm affiliated with the KPMG network, a global organization of member firms affiliated with the KPMG network. KPMG LLP is a member firm of the KPMG network.

Receipts and payments accounts (cont.)

TEG				
		Administration		CVA
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 19 Nov 02 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19
				Cumulative 31 Mar 05 to 8 Jan 19
Receipts				
Distributions from TXUEG CVA			284,977,054	
ATL intercompany debt			85,847,796	
Tax equalisation receipts (paragraph C7, Operating Company CVA)			17,492,794	
Proceeds of settlement with TXU Corp (Part C7 of CVA)			3,573,495	
PPA contribution (paragraph C2.6.7, Operating Company CVA)			1,102,816	
Surrender of ACT			812,230	
Costs awarded			769,043	
Interest received		1,107	1,679,079	
Baking group relief			696,381	
Receipt from disputed claims account			165,374	
Proceeds from TOPS settlement			50,253	
Transfer from Administrator				389,861,567
		1,107	397,166,315	NIL
				389,861,567

Source: Officeholders records



Receipts and payments accounts (cont.)

TEG		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 19 Nov 02 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Payments					
Transfer to Supervisor			389,861,567		
Administrators' fees and expenses			2,840,812		
Legal fees (including reimbursement from other group companies and related irrecoverable VAT)	205,633		1,074,111		
Interim funding			1,240,515		
Payment to disputed claims account			163,988		
Other professional fees			137,898		
VAT	41,127		52,293		
Committee expenses			11,599		
Group relief payments			36,354		
Un-recovered unfair prejudice costs			1,068,812		
Other expenses			3,622		
Distributions to connected companies					389,446,188
Distributions to external creditors					414,909
Net interest on disputed claims					470
Balance as at 8 January 2019		246,760	396,491,571	NIL	389,861,567
		(245,653)	674,744	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			674,744		0

Source: Officeholders records

Receipts and payments accounts (cont.)

EH2		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 2 May 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
ATL intercompany debt			471,296,333		
Shares and investments			370,528,800		
Share transfer premiums			440,258		
Bank interest		402	459,314		
Receipts from disputed claims account			91		
Transfer from Administrator					836,529,867
		402	842,724,796	NIL	836,529,867
Payments					
Transfer to Supervisor			836,529,867		
Share purchase consideration			2,166,965		
Administrators' fees and expenses			2,464,975		
Subsidiary liquidation costs			176,420		
Professional and advisors fees			74,022		
Irrecoverable VAT		122	612,172		
Legal fees (including reimbursement from other group companies)		610	367,215		
Other expenses			971		
Payments to disputed claims account			90		3,454,841
Distributions to external creditors					833,075,026
Distributions to connected companies					
		732	842,392,697	NIL	836,529,867
Balance as at 8 January 2019		(330)	332,099	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			332,099		0

Source: Officeholders records



© 2018 KPMG LLP, a UK firm, with liability limited to a member firm of the KPMG network of independent member firms affiliated with the KPMG International Cooperative (“KPMG IC”) of which KPMG LLP is a member. All rights reserved.

Receipts and payments accounts (cont.)

Finco2		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 2 May 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
ATL intercompany debt			469,392,139		
Proceeds from settlement with TXU Corp (part C7 of CVA)			10,091,019		
Interest received	70		281,188		
Sale of tax loss			4,779,822		
Group relief receipts			4,279,196		
Receipt from disputed claims account			403		
Transfer from Administrator	70		488,823,767	NIL	487,595,514
Payments					
Transfer to Supervisor			487,595,514		
Administrators' fees and expenses			275,099		
Irrecoverable VAT			48,000		
Payment to disputed claims account			308		
Other expenses			302		
Un-recovered unfair prejudice costs			846,503		86
Distributions to external creditors					487,595,428
Distributions to connected companies					
		NIL	488,765,726	NIL	487,595,514
Balance as at 8 January 2019		70	58,041	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			58,041		0

Source: Officeholders records



Receipts and payments accounts (cont.)

EH4		Administration			CVA		
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 2 May 03 to 8 Jan 19		Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19	
Receipts							
ATL intercompany debt			1,209,554,795				
Shares and investments			4,236,277				
Interest received		23	123,038				
Corporation tax refund			480,170				
Receipt from disputed claims account			217				
Group relief receipts			1,299,772				
Transfer from Administrator				1,215,423,999			
		23	1,215,694,269		NIL	1,215,423,999	
Payments							
Transfer to Supervisor			1,215,423,999				
Share transfer fee			53,000				
Administrators' fees and expenses			140,617				
Legal fees		129	26,930				
Irrecoverable VAT		26	29,976				
Payment to disputed claims account			215				
Other expenses			278				
Distributions to connected companies				1,215,423,999			
		155	1,215,675,015		NIL	1,215,423,999	
Balance as at 8 January 2019		(132)	19,264		NIL	NIL	
Summary of funds held as at 8 January 2019							
Funds held in non-interest bearing account			0				0
Funds held in interest bearing account			19,264				0

Source: Officeholder's records



Receipts and payments accounts (cont.)

EH5		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 2 May 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
ATL intercompany debt			355,391,851		
Tax refunds			4,380,359		
Interest received	354		855,190		
Shares and investments			2,903,669		
Receipt from disputed claims account			61		
Transfer from Administrator					359,698,140
	354		363,531,130	NIL	359,698,140
Payments					
Transfer to Supervisor			359,698,140		
Surrender of ACT			2,465,941		
Group relief payments			672,320		
Administrators' fees and expenses			93,302		
Irrecoverable VAT			16,302		
Other expenses			322		
Payment to disputed claims account			60		
Share transfer premium			290,000		
Distributions to external creditors					2,357,375
Distributions to connected companies					357,340,765
	NIL		363,236,387	NIL	359,698,140
Balance as at 8 January 2019	354		294,743	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			294,743		0

Receipts and payments accounts (cont.)

		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 3 Nov 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
Proceeds of settlement with TXU Corp (part C7 of CVA)					
Bank interest		11	4,779,956		
Other income			179,845		
Barking group relief			275		
Receipt from disputed claims account			1,092,322		
Transfer from Administrator			19,647		
					4,794,436
Payments					
Transfer to Supervisor		11	6,072,045	NIL	4,794,436
Administrators' fees and expenses			4,794,436		
Subsidiary liquidation costs			169,249		
Irrecoverable VAT		1,150	12,283		
Legal fees		5,829	117,765		
Payment to disputed claims account			509,480		
Group relief payment			19,489		
Other expenses			445		
Un-recovered unfair prejudice costs			45,707		
Distributions to external creditors			400,975		
Net interest on disputed claims					43
		6,979	6,069,829	NIL	4,794,436
Balance as at 8 January 2019		(6,966)	2,216	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			2,216		0

Receipts and payments accounts (cont.)

TXU Eastern Finance (A) Limited and TXU Eastern Finance (B) Limited		EFA Administration		EFB Administration	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 3 Nov 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 3 Nov 03 to 8 Jan 19
Receipts					
Loan from TXU Eastern Funding Company			1,705		1,705
			1,705		1,705
Payments					
Statutory advertising			1,451		1,451
VAT			254		254
			1,705		1,705
Balance as at 8 January 2019			NIL		NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			0		0

Source: Officeholders records

Receipts and payments accounts (cont.)

EGH BV		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 20 Nov 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
Receipts from disputed claims account			12		
Intercompany receivables			98,149		
Interest received			405		
Transfer from Administrator					93,022
		NIL	98,566	NIL	93,022
Payments					
Transfer to Supervisor			93,022		
Payment to disputed claims account			12		
Legal fees			4,964		
Irrecoverable VAT			296		
Other expenses			272		
Distributions to connected companies					93,022
		NIL	98,566	NIL	93,022
Balance as at 8 January 2019		NIL	NIL	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			0		0

Source: Officeholders records



© 2019 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG IC”), a Swiss entity. All rights reserved.

Receipts and payments accounts (cont.)

EGO BV		Administration		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 20 Nov 03 to 8 Jan 19	Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts					
ATL intercompany debt			54,996,808		
Intercompany loan			1,622,359		
Receipt from disputed claims account		77	100,184		
Interest received			402,375		
Banking group relief			366,939		
Other income			10,430		
Transfer from Administrator					53,391,986
		77	57,499,095	NIL	53,391,986
Payments					
Transfer to Supervisor			53,391,986		
Administrators' fees and expenses			1,814,280		
Subsidiary administration costs			22,436		
Legal fees		5,829	1,413,609		
Irrecoverable VAT		1,150	560,567		
Payment to disputed claims account			99,380		
Dutch tax payment			83,319		
Professional fees			50,271		
Other expenses			6,393		
Distributions to external creditors					37,154,452
Distributions to connected companies					16,237,303
Net interest on disputed claims					231
		6,979	57,442,241	NIL	53,391,986
Balance as at 8 January 2019		(6,902)	56,854	NIL	NIL
Summary of funds held as at 8 January 2019					
Funds held in non-interest bearing account			0		0
Funds held in interest bearing account			56,854		0

Source: Officer's records



© 2019 KPMG LLP, a U.S. limited liability partnership and a member firm of the KPMG network, of member firms affiliated with the KPMG International Cooperative (“KIC”) network, a Swiss entity. All rights reserved.

Document Classification: KPMG Confidential

Receipts and payments accounts (cont.)

EH3		CVA	
£		Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts			
Transfer from Administrator			474,406,147
		NIL	474,406,147
Payments			
Other costs			605,022
Distributions to external creditors			245,812,349
Distributions to connected companies			227,988,763
Net interest on disputed claims		NIL	13
		NIL	474,406,147
Balance as at 8 January 2019		NIL	NIL
Summary of funds held as at 8 January 2019			
Funds held in non-interest bearing account			0
Funds held in interest bearing account			0

Source: Officeholders records



Receipts and payments accounts (cont.)

TEG (HQ)		CVA	
		Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
£			
Receipts			
Transfer from Administrator			11,761,553
			11,761,553
Payments			
Distributions to external creditors			36,491
Distributions to connected companies			11,724,672
Net interest on disputed claims			390
		NIL	11,761,553
		NIL	NIL
Balance as at 8 January 2019			
Summary of funds held as at 8 January 2019			
Funds held in non-interest bearing account			0
Funds held in interest bearing account			0

Source: Officeholders records



© 2018 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG network, all member firms of the KPMG network are separate legal entities. KPMG LLP is not a member of the KPMG network. KPMG LLP is not a member of the KPMG network.

Receipts and payments accounts (cont.)

EH1			CVA	
			Six months 9 Jul 18 to 8 Jan 19	Cumulative 31 Mar 05 to 8 Jan 19
Receipts				
Transfer from Administrator				8,371,210
				8,371,210
Payments				
Distributions to connected companies				8,371,210
				8,371,210
Balance as at 8 January 2019				NIL
Summary of funds held as at 8 January 2019				
Funds held in non-interest bearing account				0
Funds held in interest bearing account				0

Source: Officeholders records





Contacts

The contacts at KPMG in connection with this report are:

John Milson

Partner, KPMG LLP

Tel: +44 (0)20 7694 3096

Fax: +44 (0)20 7694 3011

john.milson@kpmg.co.uk

Jim Tucker

Partner, KPMG LLP

Tel: +44 (0)20 7694 1812

Fax: +44 (0)20 7694 3011

jim.tucker@kpmg.co.uk

Paul Liversidge

Manager, KPMG LLP

Tel: +44 (0)20 7694 3312

Fax: +44 (0)20 7694 3011

paul.liversidge@kpmg.co.uk



The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2018 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.