

OPUS ENERGY LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2012

COMPANY NO: 4382246



OPUS ENERGY LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2012

Directors

Charles Crossley Cooke
Frederick Esiri
Timothy Boylan
Louise Boland
Stephen Foster
Daniel Maitland
Andrew Nash
Ian Stockbridge

Registered Office

Lambourne House
311-321 Banbury Road
Oxford
OX2 7JH

Auditors

KPMG LLP
Chartered Accountants
Arlington Business Park
Theale
Reading
RG7 4SD

OPUS ENERGY LIMITED
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FOR THE YEAR ENDED 31 MARCH 2012

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OPUS ENERGY LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2012

The directors present the audited accounts for the year ended 31 March 2012

Principal Activity

Opus Energy Limited is licensed to supply electricity and gas to commercial and domestic customers in Great Britain. The Company is also licensed to ship gas in Great Britain. Electricity is supplied to commercial customers under the Opus brand name. Gas is shipped for the Company's sister company, Opus Gas Supply Limited. Electricity is supplied to domestic and commercial customers under the brand names of the Company's third party partners.

Results and Dividends

The results of the Company for the year are set out on page 5. The profit for the year, after taxation, amounted to £8,120,000 (year ended 31 March 2011: £9,198,000). A dividend of £7,000,000 was paid during the year (year ended 31 March 2011: £5,250,000).

Review of the Business and Future Developments

The Company continued to grow during the year, with significant progress in expanding the customer base. Turnover for the year increased by 22%, from £169.4 million to £207.3 million, as a result of a higher number of customers and increased sales of gas and electricity to other group companies. Gross profit decreased by 3%, from £36.2 million to £35.0 million, as the gross margin percentage decreased from 21% to 17% due to a change in the mix of the Company's customers. Operating expenses increased by 2%, from £23.3 million to £23.8 million.

The Directors expect the Company to experience continued revenue growth in the current year as the Company continues to increase the number of customers supplied/shipped to. Gross profit is anticipated to increase due to the revenue growth across the business and no material change in the mix of the customers. Operating profit is also expected to increase although the rate of increase is difficult to predict at a time of continuing uncertainty over the UK's growth prospects.

Risks and Uncertainties

The primary risks and uncertainties facing the Company continue to be competition from larger, vertically-integrated energy suppliers, volatility in the Company's costs of supply and the impact of the macroeconomic downturn on the ability of customers to pay their electricity bills on a timely basis.

The Company's market is dominated by 6 large, multi-national companies which have substantially greater financial capacity, lower financing costs and higher brand-awareness; these competitors may achieve economies of scale which give them a competitive cost advantage over the Company and pursue marketing or pricing strategies which render it uneconomic for the Company to continue to compete profitably in the market. The Company seeks to manage this risk through strict cost controls, disciplined pricing strategies and innovation to avoid being forced to compete purely on the basis of price and a continuous dialogue with the regulator to ensure that they are fully informed of the impact of changes in market structure which threaten fair competition for smaller companies in the industry.

The Company devotes considerable management resources and develops systems and models designed to hedge price risk and match as closely as possible the quantities of electricity which it buys at a fixed price with its commitments to supply to customers at a fixed price. However, in a volatile wholesale electricity commodity market, it is not always possible to match these prices and volumes; variables include the weather and end-customer demand. In addition to the rigorous modelling of the demand of its portfolio of customers, which is continually updated, the Company seeks to protect itself through its contractual terms with its customers and through maintenance of a pricing policy which ensures sufficient margin for such inevitable forecasting errors.

OPUS ENERGY LIMITED
REPORT OF THE DIRECTORS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

Bad debts associated with failure of customers to pay their electricity bills represent one of the largest administrative expenses of the business. Late payment of customer bills also imposes increased working capital requirements on the Company. The Company actively monitors the credit of its customers, varies its pricing to accommodate customer credit risk profile, manages its customer portfolio to mitigate credit concentration and devotes significant resources to managing its debtor book, including the development and continuous improvement of IT systems to minimise the billing inaccuracies which can lead to late payments. The Company's modelling of historical performance and estimates of the payment performance of its customers may not prove relevant to, or accurate for, the conditions faced in the current political and macroeconomic environment which differ from those the Company has experienced in its trading history. Increased bad debts due to the failure of its business customers also increase the difficulty of matching the Company's forecasts of customer demand with its wholesale power purchases.

Directors

The directors during the year were

C Crossley Cooke
T Boylan
F Esiri
L Boland
S Foster
D Martland (appointed 5 October 2011)
A Nash (appointed 5 October 2011)
I Stockbridge (appointed 5 October 2011)

Charitable Donations

During the year ended 31 March 2012, the Company made charitable donations amounting to £5,583 (year ended 31 March 2011 £3,850)

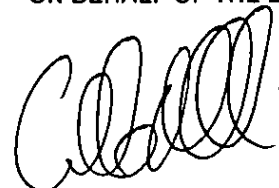
Disclosure of Information to Auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

In accordance with Section 489 of the Companies Act 2006, a resolution for the re-appointment of KPMG LLP as auditors of the Company is to be proposed at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD



C Crossley Cooke, Director

29 June 2012

Lambourne House
311-321 Banbury Road
Oxford
OX2 7JH

OPUS ENERGY LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES
IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012

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

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
OPUS ENERGY LIMITED

We have audited the financial statements of Opus Energy Limited for the year ended 31 March 2012 set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

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

R A Stevenson (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
Arlington Business Park,
Theale, Reading
RG7 4SD

5th July 2012

OPUS ENERGY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2012

	Note	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Turnover	2	207,265	169,445
Cost of Sales		(172,259)	(133,263)
		<hr/>	<hr/>
Gross Profit		35,006	36,182
Administrative expenses		(23,845)	(23,286)
		<hr/>	<hr/>
Operating Profit	4	11,161	12,896
Interest receivable and similar income	5	28	37
Interest payable and similar charges	6	(164)	(198)
		<hr/>	<hr/>
Profit on Ordinary Activities before Taxation		11,025	12,735
Tax on profit on ordinary activities	7	(2,905)	(3,537)
		<hr/>	<hr/>
Profit on Ordinary Activities after Taxation	19	8,120	9,198
		<hr/> <hr/>	<hr/> <hr/>

All turnover and profit in the year ended 31 March 2012 and the year ended 31 March 2011 are the result of continuing activities

There were no gains or losses arising during the years other than those reported above

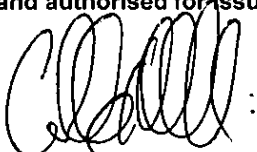
The notes on pages 7 to 14 form part of these financial statements

OPUS ENERGY LIMITED
BALANCE SHEET
AS AT 31 MARCH 2012
COMPANY NO 4382246

	Note	31 March 2012 £'000s	31 March 2011 £'000s
Fixed Assets			
Tangible fixed assets	8	2,124	616
Current Assets			
Debtors	9	20,198	14,740
Prepayments and accrued income	10	14,044	11,736
Cash at bank and in hand		5,810	9,507
		<u>40,052</u>	<u>35,983</u>
Creditors – Amounts falling due within one year	11	(11,614)	(5,195)
Accruals and deferred income	12	(9,577)	(11,594)
		<u>18,861</u>	<u>19,194</u>
Net Current Assets		<u>18,861</u>	<u>19,194</u>
Total Assets less Current Liabilities		20,985	19,810
Creditors – Amounts falling due after one year		-	-
Net Assets		<u>20,985</u>	<u>19,810</u>
Capital and Reserves			
Called up share capital	15	4,000	4,000
Profit and loss account	18	16,787	15,667
Other reserves	18	198	143
Shareholders' Funds	19	<u>20,985</u>	<u>19,810</u>

The notes on pages 7 to 14 form part of these financial statements

The accounts were approved and authorised for issue by the board of directors on 29 June 2012



C Crossley Cooke, Director

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2012

1 Principal Accounting Policies

The accounts are prepared in accordance with United Kingdom Accounting Standards under the historical cost convention. The Company has consistently applied all relevant accounting standards.

Under FRS 1 the Company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the Company in its own published consolidated financial statements. As the Company is a wholly owned subsidiary of Opus Energy Group Limited the Company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties). The consolidated financial statements of Opus Energy Group Limited, within which this Company is included, can be obtained from the Company's registered office.

The following is a summary of the more important accounting policies:

(a) Turnover

Turnover comprises sales of actual and estimated electricity supplied and gas shipped during the year net of value added tax and, to a lesser extent, revenue from services provided to other companies associated with the supply of electricity and gas. Included in debtors and creditors are amounts representing the differences between estimated sales and billed sales. All actual metered consumption data related to customers' electricity consumption received by the year end has been reflected in turnover. Actual metered consumption data relating to the year but received after the year end is not reflected in turnover. The estimated consumption data is revised to actual over a fourteen month settlement period.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets over the expected useful lives of the assets concerned. The principal annual rates used for this purpose are:

Improvements to property	Straight line over 10 years
Office equipment	Straight line over 4 years
Fixtures and fittings	Straight line over 4 years
Computer software	Straight line over 3 years
Computer equipment	Straight line over 3 years

(c) Deferred Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

(d) Hire Purchase and Leasing Commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

(e) Contract Costs

Commission payable to third parties in respect of obtaining customer contracts are amortised over the life of the contract.

(f) Accruals

Amounts provided for in accruals are subject to revision over a 14 month period as more accurate data is received from suppliers. The amount accrued is based on the directors' best estimate, at the balance sheet date, for the cost of sales in the year. The amount recognised in the profit and loss account under cost of sales is therefore also subject to the same estimation technique.

(g) Post-retirement benefits

The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the accounting period.

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

2 Turnover

The turnover and profit before taxation are attributable to the one principal activity of the Company

3 Staff Costs (including directors)

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Wages and salaries	10,093	8,055
Share based payments	55	21
Social security costs	1,044	831
Other pension costs	274	261
	<u>11,466</u>	<u>9,168</u>
	Year ended 31 March 2012 No	Year ended 31 March 2011 No
The average monthly number of employees, including the directors with employment service agreements, during the year was	<u>365</u>	<u>284</u>
Of which		
Sales staff	26	20
Administrative staff	<u>339</u>	<u>264</u>
Directors' Emoluments	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Remuneration	1,054	998
Pension contributions	186	198
	<u>1,240</u>	<u>1,196</u>
Highest Paid Director		
Amounts included above		
Remuneration	204	233
Pension contributions	133	197
	<u>337</u>	<u>430</u>

The Company had 5 directors for the first 6 months of the year ended 31 March 2012. The Company had 8 directors for the last 6 months of the year ended 31 March 2012. Pension contributions in respect of 7 directors were made during the year (year ended 31 March 2010: 2).

At 31 March 2012 the following directors held options in shares of the holding company: F Esiri 46,875 (31 March 2011: 46,875), S Foster 10,000 (31 March 2011: 10,000), A Nash 8,000.

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

3 Staff Costs (including directors) (continued)

In October 2009, the Company made loans with a term of 32 years available to senior management employees which the employees used to purchase shares of the holding company pursuant to the exercise of share options. The employees are required to apply a portion of any dividend receipts or share sale proceeds to the early repayment of the loans. The loans incurred interest at 4.00% during the year ended 31 March 2012 (year ended 31 March 2011: 4.00%). The Company provided loans to 5 directors as follows:

	T Boylan £'000s	L Boland £'000s	D Matland £'000s	I Stockbridge £'000s	A Nash £'000s
Balance at 1 April 2011	134	131	-	-	-
Loans to employees who became directors on 5 October 2011	-	-	37	32	15
Net repayments	(33)	(29)	(18)	(5)	(2)
Interest	5	5	1	1	1
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2012	<u>106</u>	<u>107</u>	<u>20</u>	<u>28</u>	<u>14</u>

4 Operating Profit

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
The operating profit is stated after charging		
Depreciation – owned assets	387	244
Directors' emoluments	1,240	1,195
Hire of plant and machinery – operating lease	646	429
Rental of property	271	223
	<u> </u>	<u> </u>
Auditor's remuneration		
Audit of these financial statements	20	30
	<u> </u>	<u> </u>

Amounts receivable by the Company's auditor in respect of services to the Company and its associates, other than the audit of the Company's financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis in the consolidated financial statements of the Company's parent, Opus Energy Group Limited.

5 Interest Receivable and Similar Income

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Bank interest	23	26
Other interest	5	11
	<u> </u>	<u> </u>
	<u>28</u>	<u>37</u>

6 Interest Payable and Similar Charges

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Bank loan interest	157	182
Other interest	7	16
	<u> </u>	<u> </u>
	<u>164</u>	<u>198</u>

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

7 Taxation

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
(a) The tax charge on the profit on ordinary activities for the year was as follows		
Current tax		
UK Corporation Tax - current year	2,819	3,530
- prior year adjustment	29	(5)
	<hr/>	<hr/>
Total current tax	2,848	3,525
	<hr/>	<hr/>
Deferred tax		
Timing differences, origination and reversal	57	12
Prior year adjustment	-	-
	<hr/>	<hr/>
Total deferred tax	57	12
	<hr/>	<hr/>
Tax on Profit on ordinary activities	2,905	3,537
	<hr/>	<hr/>
(b) Factors affecting tax charge for the year		
Profit on ordinary activities before taxation	11,025	12,735
	<hr/>	<hr/>
Profit on ordinary activities multiplied by actual rate of corporation tax in the UK of 26% (year ended 31 March 2011 28%)	2,867	3,566
Expenses not deductible for tax purposes	17	15
Tax deduction for share options exercised	14	-
Income tax charge on employee loans – see Note 9	(23)	(2)
Tax credits	(48)	(38)
Depreciation in excess of capital allowances	(8)	(5)
Loss on disposal of fixed assets	-	-
Deferred tax arising from short term timing differences	-	(6)
Prior year adjustments	29	(5)
	<hr/>	<hr/>
Total current tax	2,848	3,525
	<hr/>	<hr/>
(c) Deferred Tax		
A deferred taxation asset is recognised in the accounts		
The elements of deferred taxation are as follows		
Difference between accumulated depreciation and capital allowances	7	(30)
Short term timing differences	(112)	(132)
	<hr/>	<hr/>
	(105)	(162)
	<hr/>	<hr/>
Movement in year		
Balance at beginning of year	(162)	(174)
Charged to profit and loss in year	57	12
	<hr/>	<hr/>
Balance at end of year	(105)	(162)
	<hr/>	<hr/>

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

8 Tangible Assets

	Improvements to Property	Office Equipment	Fixtures and Fittings	Computer Equipment & Software	Land	Total
	£'000s	£'000s	£'000s	£'000s	£'000s	£'000s
Cost						
At 1 April 2011	192	225	132	1,034	-	1,583
Additions	303	58	243	491	800	1,895
Disposals	-	(11)	-	-	-	(11)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2012	495	272	375	1,525	800	3,467
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation						
At 1 April 2011	27	132	102	706	-	967
Charge for the year	47	46	55	239	-	387
Disposals	-	(11)	-	-	-	(11)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2012	74	167	157	945	-	1,343
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Book Value						
At 31 March 2012	421	105	218	580	800	2,124
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2011	165	93	30	328	-	616
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

9 Debtors – Amounts falling due within one year

	31 March 2012 £'000s	31 March 2011 £'000s
Deferred tax (see Note 7)	105	162
Trade debtors	12,760	10,009
Other debtors	1,196	1,025
VAT recoverable	3,169	2,235
Amounts due from Group undertakings	2,968	1,309
	<u> </u>	<u> </u>
	20,198	14,740
	<u> </u>	<u> </u>

Loans aggregating £445,000 at 31 March 2012, extended to employees by the Company to finance the exercise of share options in the parent company, are included under Other debtors (31 March 2011 £538,000). These loans are repayable by the employees in 2041 if they have not been prepaid sooner. £112,000 of the deferred tax asset will be realised as and when the employee loans are repaid (31 March 2011 £131,000).

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability settled based on the tax rates that have been enacted or substantially enacted at the balance sheet date.

On 21 March 2012 the Chancellor announced the reduction in the main rate of UK corporation tax to 24 per cent with effect from 1 April 2012. This change became substantively enacted on 26 March 2012 and therefore the effect of the rate reduction creates a reduction in the deferred tax asset which has been included in the figures above.

The Chancellor also proposed changes to further reduce the main rate of corporation tax by one per cent per annum to 22 per cent by 1 April 2014, but these changes have not yet been substantively enacted and therefore are not included in the figures above. The overall effect of the further reductions from 24 per cent to 22 per cent, if these applied to the deferred tax balance at 31 March 2012, would be to further reduce the deferred tax asset by approximately £9,000.

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

10 Prepayments and Accrued Income

	31 March 2012 £'000s	31 March 2011 £'000s
Prepayments	6,621	3,886
Accrued income	7,423	7,850
	<hr/>	<hr/>
	14,044	11,736
	<hr/>	<hr/>

11 Creditors – Amounts falling due within one year

	31 March 2012 £'000s	31 March 2011 £'000s
Trade creditors	2,869	1,476
Amounts due to Holding Company	440	68
Amounts due to Group undertakings	4,988	339
Other creditors	1,809	1,651
Social security and other taxes	303	184
Corporation tax	1,205	1,477
	<hr/>	<hr/>
	11,614	5,195
	<hr/>	<hr/>

The Company has a £7 million revolving credit facility which expires in August 2012. At 31 March 2012 the Company had nil drawn down from the facility. Interest on borrowings under this facility is payable at a fixed margin over Libor. The facility is secured by a fixed and floating charge granted in favour of Barclays Bank plc. A fixed and floating charge has been granted in favour of IPM Energy Trading Limited.

12 Accruals and Deferred Income

	31 March 2012 £'000s	31 March 2011 £'000s
Accrued costs	8,901	10,940
Deferred income	676	654
	<hr/>	<hr/>
	9,577	11,594
	<hr/>	<hr/>

13 Obligations under Leasing Agreements

	31 March 2012 £'000s	31 March 2011 £'000s
The Company has the following annual commitments		
Operating leases expiring - within one year	13	22
- between one and five years	389	367
- in more than five years	918	484
	<hr/>	<hr/>
	1,320	873
	<hr/>	<hr/>

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

14 Capital Commitments

At 31 March 2012, the Company had commitments to purchase £146,582,000 of wholesale gas and electricity over the period to March 2015 (31 March 2011 £94,688,000)

15 Called Up Share Capital

	31 March 2012 £'000s	31 March 2011 £'000s
Authorised		
4,050,000, (31 March 2011 4,050,000) Ordinary shares of £1 each	4,050	4,050
	<hr/>	<hr/>
Allotted, Issued and Fully Paid		
4,000,000 (31 March 2011 4,000,000) Ordinary shares of £1 each	4,000	4,000
	<hr/>	<hr/>

16 Related Party Disclosures

The Company was controlled throughout the year by Opus Energy Group Limited which owns 100% of the ordinary share capital

C Crossley Cooke and F Esiri were directors of the Company during the year and were also directors of Opus Energy Group Limited during the year and controlled the Company by virtue of their voting control over the majority of the shares of the parent company

In October 2009, the Company made loans available to senior management employees which the employees used to purchase shares of the holding company pursuant to the exercise of share options. The Company provided loans to 5 directors (3 of whom were appointed as directors during the year) pursuant to loan agreements under this facility. At 31 March 2012, they owed the Company £275,000 under their loan agreements (31 March 2011 £265,000 owed by 2 directors)

Subsidiaries of International Power plc own 30% of the holding company and supply wholesale power and gas to the Company. The Company incurred £ 144,436,000 cost of sales to a subsidiary of International Power in the year ended 31 March 2012 (year ended 31 March 2011 £95,668,000). £nil payable to International Power was included in the Company's trade creditors at 31 March 2012 (31 March 2011 £nil)

17 Ultimate Controlling Party

100% of the issued share capital is owned by Opus Energy Group Limited. The directors control Opus Energy Group Limited by virtue of their voting control over the majority of the shares. Group accounts are prepared by Opus Energy Group Limited

18 Reserves

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
At beginning of year	15,810	11,841
Profit for the year	8,120	9,198
Capital contribution from holding company	55	21
Dividend	(7,000)	(5,250)
	<hr/>	<hr/>
At end of year	16,985	15,810
	<hr/>	<hr/>
Profit and loss account	16,787	15,667
Other reserves	198	143
	<hr/>	<hr/>
Total	16,985	15,810
	<hr/>	<hr/>

OPUS ENERGY LIMITED
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2012

19 Reconciliation of Movements in Shareholders' Funds

	Year ended 31 March 2012 £'000s	Year ended 31 March 2011 £'000s
Profit for the year	8,120	9,198
Capital contribution from holding company	55	21
Dividends	(7,000)	(5,250)
	<hr/>	<hr/>
Net addition to shareholders' funds	1,175	3,969
Opening shareholders' funds	19,810	15,841
	<hr/>	<hr/>
Closing shareholders' funds	20,985	19,810
	<hr/> <hr/>	<hr/> <hr/>

20 Pension Scheme

The Company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the Company to the scheme and amounted to £274,000 during the year ended 31 March 2012 (year ended 31 March 2011 £261,000).

Contributions amounting to £20,000 at 31 March 2012 (31 March 2011 £34,000) were payable to the scheme and are included in creditors.