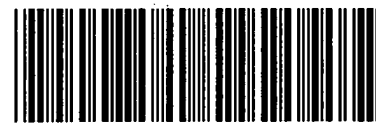


**Registered Number: 04713745**

**Centrica RPS Limited**

**Annual Report and Financial Statements  
For the year ended 31 December 2014**

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# **Centrica RPS Limited**

## **Annual Report and Financial Statements for the year ended 31 December 2014**

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# **Centrica RPS Limited**

## **Strategic Report for the year ended 31 December 2014**

The Directors present the Strategic Report of Centrica RPS Limited ("the Company") for the year ended 31 December 2014.

### **Business Review**

The Company owned a 229MW gas-fired open cycle gas turbine generating station in Roosecote ("Roosecote power station"). The power station was maintained in a state of preservation from April 2012 until the Directors of the Company took a decision to discontinue the operations of the power station in October 2013 as it was no longer economically viable in the current market conditions. Demolition activities commenced in 2014 and are now completed.

### **Principal risks and uncertainties**

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are discussed on pages 40-45 of the 2014 Centrica plc Annual Report and Accounts, which does not form part of this report.

### **Key performance indicators (KPIs)**

The Directors of the Group use a number of key performance indicators to monitor progress against the Group's strategy. The development and performance of the Group, which includes the Company, are discussed on pages 18-19 of the 2014 Centrica plc Annual Report and Accounts, which does not form part of this report.

This Strategic report was approved by the Board on 31 July 2015.



**MATTHEW MADELEY**

By order of the board for and on behalf of Centrica Secretaries Limited

**Company Secretary**

31. 7. 2015

Company registered in England and Wales No. 04713745

Registered office:

Millstream

Maidenhead Road

Windsor

Berkshire

SL4 5GD

# **Centrica RPS Limited**

## **Directors' Report for the year ended 31 December 2014**

The Directors present their report and the audited financial statements of Centrica RPS Limited ("the Company") for the year ended 31 December 2014.

### **Future developments**

In October 2013, the Directors' of the Company took the decision to discontinue the operations of the power station. Demolition activities commenced in 2014 and are now completed.

### **Financial risk management**

The Directors have established objectives and policies for managing financial risks to enable the Company to achieve its long-term shareholder value growth targets within a prudent risk management framework. These objectives and policies are regularly reviewed. Exposure to counterparty credit risk and liquidity risk arises in the normal course of the Company's business:

- Counterparty credit exposures are monitored by individual counterparty and by category of credit rating, and are subject to approved limits. Credit risk is predominantly limited to exposures with other Centrica plc group undertakings.
- Cash forecasts identifying the liquidity requirements of the Company are produced frequently and reviewed regularly.
- Liquidity risk is managed through funding arrangements with Centrica plc group undertakings.

The Company did not take part in hedging of any kind (2013: £nil). The Company would hedge foreign currency risk if the need arose.

### **Results and dividends**

The results of the Company are set out on page 6.

The profit for the financial year for the year ended 31 December 2014 is £903,000 (2013: loss of £1,323,000). The Directors do not recommend the payment of a final dividend (2013: £nil).

### **Financial position**

The financial position of the Company is presented in the Balance Sheet on page 7. Shareholders' funds at 31 December 2014 were £26,179,000 (2013: £25,276,000).

### **Directors**

The following served as Directors during the year and up to the date of signing this report:

Richard McCord	
Mark Futyan	(Appointed 22 April 2014)
John Knight	(Appointed 1 January 2014, Resigned 24 October 2014)
Graeme Collison	(Resigned 1 January 2014)
John Watts	(Resigned 22 April 2014)
Peter Koch De Gooreynd	(Appointed 2 February 2015)

### **Going concern**

The Directors believe that preparing the financial statements on the going concern basis is appropriate due to the continued financial support of the ultimate parent company, Centrica plc. The Directors have received confirmation that Centrica plc intends to support the Company for at least one year after these financial statements have been signed.

### **Directors' and officers' liability**

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

# **Centrica RPS Limited**

## **Directors' Report for the year ended 31 December 2014 (continued)**

### **Statement of Directors' responsibilities**

The Directors are responsible for preparing the Strategic Report, 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 the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

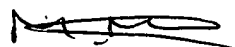
### **Disclosure of information to auditors**

Each of the Directors who held office at the date of approval of this Directors' Report confirm that so far as they are aware, there is no relevant audit information of which the Company's auditors are unaware and they have taken all the steps that they ought to have taken as Directors to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

### **Independent Auditors**

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and PricewaterhouseCoopers LLP will therefore continue in office.

This report was approved by the Board on 31 July 2015.



MATTHEW MADELEY  
31.7.2015

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

Company registered in England and Wales No. 04713745

Registered office:  
Millstream  
Maidenhead Road  
Windsor  
Berkshire  
SL4 5GD

# **Centrica RPS Limited**

## **Independent Auditors' Report to the members of Centrica RPS Limited**

### **Report on the financial statements**

#### **Our opinion**

In our opinion Centrica RPS Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **What we have audited**

Centrica RPS Limited's financial statements comprise:

- Balance Sheet as at 31 December 2014
- Profit and Loss Account for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

#### **Opinion on other matter prescribed by the Companies Act 2006**

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

### **Other matters on which we are required to report by exception**

#### **Adequacy of accounting records and information and explanations received**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

#### **Directors' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

# **Centrica RPS Limited**

## **Independent Auditors' Report to the members of Centrica RPS Limited (continued)**

### **Responsibilities for the financial statements and the audit**

#### **Our responsibilities and those of the Directors**

As explained more fully in the Statement of Directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

#### **What an audit of financial statements involves**

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Mark King (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
31 July 2015

# Centrica RPS Limited

## Profit and Loss Account for the year ended 31 December 2014

	Note	Discontinued 2014 £000	Discontinued 2013 £000
Administrative expenses - including exceptional items		(737)	(2,865)
<b>Operating loss before exceptional items</b>		<b>(1,206)</b>	<b>(3,016)</b>
Exceptional operating item - decommissioning costs	3	(631)	-
Exceptional operating item - profit on disposal of Fixed assets	3	1,100	-
Exceptional operating item - restructuring	3	-	(237)
Exceptional operating item - profit on disposal of fuel oil	3	-	388
<b>Operating loss</b>	3	<b>(737)</b>	<b>(2,865)</b>
Interest receivable and similar income	6	564	890
Interest payable and similar charges	7	(55)	(116)
<b>Loss on ordinary activities before taxation</b>		<b>(228)</b>	<b>(2,091)</b>
Tax on loss on ordinary activities	8	1,131	768
<b>Profit/(loss) for the financial year</b>	14	<b>903</b>	<b>(1,323)</b>

The Company has no recognised gains or losses other than the profit above and therefore no separate Statement of Total Recognised Gains and Losses has been presented.

There are no material differences between the loss on ordinary activities before taxation and the profit for the years stated above and their historical cost equivalents.

All results relate to discontinued operations.

The notes on pages 8 to 17 form part of these financial statements.



# Centrica RPS Limited

## Balance Sheet as at 31 December 2014

	Note	2014 £000	2013 £000
<b>Fixed assets</b>			
Tangible assets	9	<u>480</u>	<u>1,152</u>
<b>Current assets</b>			
Debtors	10	<u>27,600</u>	<u>27,867</u>
		<b>27,600</b>	<b>27,867</b>
<b>Current liabilities</b>			
Bank loans and overdrafts		(83)	-
Creditors - amounts falling due within one year	11	<u>(318)</u>	<u>(598)</u>
		<b>(401)</b>	<b>(598)</b>
<b>Net current assets</b>		<u><b>27,199</b></u>	<u><b>27,269</b></u>
<b>Total assets less current liabilities</b>		<b>27,679</b>	<b>28,421</b>
<b>Provisions for liabilities</b>	12	<b>(1,500)</b>	<b>(3,145)</b>
<b>Net assets</b>		<u><b>26,179</b></u>	<u><b>25,276</b></u>
<b>Capital and reserves</b>			
Called up share capital	13	-	-
Share premium account	14	<b>1,569</b>	<b>1,569</b>
Profit and loss account	14	<u><b>24,610</b></u>	<u><b>23,707</b></u>
<b>Total shareholders' funds</b>	15	<u><b>26,179</b></u>	<u><b>25,276</b></u>

The notes on pages 8 to 17 form part of these financial statements.

The financial statements on pages 6 to 17 were approved and authorised for issue by the Board of Directors on 31 July 2015 and were signed on its behalf by:



**Richard McCord**  
**Director**  
**Registered Number: 04713745**

# **Centrica RPS Limited**

## **Notes to the Financial Statements for the year ended 31 December 2014**

### **1. Principal accounting policies**

These financial statements are prepared on the going concern basis under the historical cost convention and in accordance with the Companies Act 2006 and the applicable United Kingdom accounting standards. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

#### **Going concern**

The Directors believe that preparing the financial statements on the going concern basis is appropriate due to the continued financial support of the ultimate parent company, Centrica plc. The Directors have received confirmation that Centrica plc intends to support the Company for at least one year after these financial statements have been signed.

#### **Turnover**

Turnover is recognised on an accruals basis and principally relates to the sale of power generation capacity to a fellow Group undertaking in accordance with a capacity tolling arrangement.

The Company was a lessor for certain lease contracts that contain both fixed and variable cash flows. The fixed income generated from operating leases is accounted for on a straight line basis whereas the variable income element is recognised on an accruals basis because this is deemed to be the most relevant method to account due to the nature of the income stream.

#### **Tangible assets**

Tangible assets are stated at historic cost less accumulated depreciation and impairment. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is charged on all fixed assets, other than freehold land and gas turbine components in the course of a major overhaul and assets in the course of construction. Depreciation is provided at rates calculated to write off the cost of each asset to its residual value on a straight-line basis over its expected useful life as follows for these asset classes:

- Power station assets and decommissioning asset: 20 years
- Turbine components, other plant and machinery: 3-6 years

For gas turbine components, depreciation is provided to write off the cost of the assets over their operating lives on an equivalent operating hours basis.

#### **Overhaul costs**

Contract work involved in replacing gas turbine components is capitalised and depreciated over their expected economic life, typically over the period to the next overhaul. Repairs and other costs that are not of a capital nature are charged directly to the Profit and Loss Account as incurred.

#### **Stocks**

Stocks are stated at the lower of cost incurred in bringing each item to its present location and condition and net realisable value. Provision is made where necessary for obsolete, slow-moving and defective stocks. Cost is determined on an average cost basis.

# **Centrica RPS Limited**

## **Notes to the Financial Statements for the year ended 31 December 2014 (continued)**

### **1. Principal accounting policies (continued)**

#### **Taxation**

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the tax rates that are expected to apply in the years in which the timing differences are expected to reverse, based on the tax rates and laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax is measured on a non-discounted basis.

Deferred tax assets relating to the carry-forward of unused tax losses are recognised to the extent that it can be regarded as more likely than not that future taxable profits will be available against which the unused tax losses can be utilised.

#### **Decommissioning provision**

Provision is made for the net present value of the estimated cost of decommissioning the power station at the end of its useful life, based on price levels and technology at the balance sheet date.

Changes in these estimates and changes to the discount rates are dealt with prospectively. When an increase in the provision gives access to future economic benefits, a decommissioning asset is recognised and amortised on a straight-line basis over the useful life of the facility; otherwise the increase is recognised directly in the Profit and Loss Account. When a reduction in the estimated provision is required, the amount of the related asset is reduced to the extent of the asset's carrying amount. Any excess is recognised immediately in the Profit and Loss Account. The unwinding of the discount on the provision is included in the Profit and Loss Account within interest expense.

#### **Impairment**

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets have suffered an impairment. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of any impairment. Recoverable amount is the higher of net realisable value and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

A previously recognised impairment loss on a tangible asset is reversed only because of a change in economic conditions or in the expected use of the asset. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised in the Profit and Loss Account immediately. After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over the remaining useful life.

#### **Operating leases**

Rentals under operating leases are charged to the Profit and Loss Account on a straight-line basis over the lease term.

# **Centrica RPS Limited**

## **Notes to the Financial Statements for the year ended 31 December 2014 (continued)**

### **1. Principal accounting policies (continued)**

#### **EU Emissions Trading Scheme (EU ETS)**

Where granted EU ETS emissions allowances have been received in a period they are initially recognised at nominal value (nil value). A liability is recognised when the level of emissions exceeds the level of allowances granted. As part of the tolling arrangement, the tollee must provide the Company with sufficient EU ETS emissions allowances to meet any shortfall on the settlement date. The liability is measured at the cost of EU ETS emissions allowances purchased by the tollee, up to the level of purchased EU ETS emissions allowances physically held, and then at the market price of EU ETS emissions allowances ruling at the Balance Sheet date. A matching receivable from the tollee is recognised at the same time.

### **2. Cash flow statements and related party disclosures**

The Company is a wholly-owned subsidiary of GB Gas Holdings Limited and is included in the consolidated financial statements of Centrica plc, which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of Financial Reporting Standard 1 (revised 1996) "Cash Flow Statements". The Company is also exempt under the terms of Financial Reporting Standard 8 "Related Party Disclosures" from disclosure of transactions with other companies that are part of the Centrica plc group.

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 3. Operating loss

	2014 £000	2013 £000
<b>Operating loss is stated after charging / (crediting):</b>		
Exceptional operating item - restructuring <sup>(i)</sup>	-	237
Exceptional operating item - profit on disposal of fuel oil <sup>(ii)</sup>	-	(388)
Exceptional operating item - decommissioning revision <sup>(iii)</sup>	631	-
Exceptional operating item - profit on disposal of Fixed assets <sup>(iv)</sup>	(1,100)	-
Fees payable for the statutory audit <sup>(v)</sup>	8	8

#### (i) Restructuring provision

In 2013, a provision was required for restructuring costs, resulting in an exceptional charge to the Profit and Loss Account of £237,000. No further costs were required in 2014.

#### (ii) Fuel oil disposal

Fuel oil was disposed in 2013 giving rise to a £388,000 profit on disposal.

#### (iii) Decommissioning provision

In 2014, as a result of the decision to demolish the power station, an increase in the provision was required for additional costs, resulting in an exceptional charge to the Profit and Loss Account of £631,000.

#### (iv) Profit on disposal of fixed assets

In 2014, as a result of the decommissioning of the Power station proceeds were received for the sale of the residual scrap metal resulting in a profit on disposal of £1,100,000.

#### (v) Auditors' remuneration

Auditors' remuneration totalling £8,000 (2013: £8,000) relates to fees for the audit of the UK GAAP statutory financial statements of Centrica RPS Limited. Auditors' remuneration totalling £1,000 (2013: £nil) relates to non-audit work in respect of the Company.

### 4. Directors' emoluments

The aggregate emoluments paid to directors in respect of their qualifying services were £63,748 (2013: £105,886) and the aggregate value of company contributions paid to a pension scheme in respect of Directors' qualifying services were £6,416 (2013: £13,347).

There were 3 Directors (2013: 4) to whom retirement benefits are accruing under a defined benefit pension scheme. There were 2 directors (2013: 1) to whom retirement benefits are accruing under money purchase pension schemes. 3 directors (2013: 4) received shares in the ultimate parent company in respect of their qualifying services under a long-term incentive scheme and 3 directors (2013: 2) exercised share options relating to the ultimate parent company. All of these costs were borne by other Centrica group companies.

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 5. Employee information

The Company has no direct employees (2013: nil). However, monthly payroll costs amounting to £271,000 (2013: £392,000) were incurred during the year in respect of an average of 3 (2013: 5) staff providing services to Centrica RPS Limited under an employee services agreement with a Group company. Also under this agreement additional pension costs of £39,000 (2013: £384,000) have been incurred from the Group company.

### 6. Interest receivable and similar income

	2014	2013
	£000	£000
Interest receivable from Group undertakings	<u>564</u>	<u>890</u>

### 7. Interest payable and similar charges

	2014	2013
	£000	£000
Decommissioning provision notional interest (note 12)	<u>55</u>	<u>116</u>

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 8. Tax on loss on ordinary activities

	2014 £000	2013 £000
<b>(a) Analysis of tax charge in the year</b>		
The tax charge comprises:		
<b>Current tax:</b>		
UK corporation tax at 21.5% (2013: 23.25%)	<u>(351)</u>	<u>(768)</u>
<b>Deferred tax:</b>		
Effect of change to deferred tax rate	58	237
Origination and reversal of timing differences	142	(237)
Deferred tax previously not recognised	<u>(980)</u>	<u>-</u>
<b>Tax on loss on ordinary activities</b>	<u><b>(1,131)</b></u>	<u><b>(768)</b></u>

#### (a) Factors affecting the tax charge for the year

The differences between the total current tax shown above and the amount calculated by applying the standard rate of UK corporation tax to the loss on ordinary activities before taxation are as follows:

	2014 £000	2013 £000
<b>Loss on ordinary activities before taxation</b>	<b>(228)</b>	<b>(2,092)</b>
<b>Tax on loss on ordinary activities at UK corporation tax rate of 21.5% (2013: 23.25%)</b>	<b>(49)</b>	<b>(486)</b>
<b>Effects of:</b>		
Expenses not deductible for tax purposes	185	-
Timing differences	(265)	27
Capital allowances in excess of depreciation	(215)	(309)
UK:UK transfer pricing	<u>(7)</u>	<u>-</u>
<b>Current tax credit assessed for the year</b>	<u><b>(351)</b></u>	<u><b>(768)</b></u>

The main rate of corporation tax was reduced from 23% to 21% from 1 April 2014. A further reduction to reduce the rate to 20% from 1 April 2015 was substantively enacted in Finance Act 2013 on 2 July 2013 and have been reflected within these financial statements.

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 9. Tangible assets

	Power station assets £000	Turbine components and other plant and machinery £000	Decommissioning asset £000	Total £000
<b>Cost or valuation</b>				
At 1 January 2014	23,319	18,721	2,107	44,147
Disposals	(22,290)	(18,721)	(2,107)	(43,118)
<b>At 31 December 2014</b>	<b>1,029</b>	<b>-</b>	<b>-</b>	<b>1,029</b>
<b>Accumulated depreciation</b>				
At 1 January 2014	22,167	18,721	2,107	42,995
Disposals	(21,618)	(18,721)	(2,107)	(42,446)
<b>At 31 December 2014</b>	<b>549</b>	<b>-</b>	<b>-</b>	<b>549</b>
<b>Net book value</b>				
<b>At 31 December 2014</b>	<b>480</b>	<b>-</b>	<b>-</b>	<b>480</b>
At 31 December 2013	1,152	-	-	1,152



# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 10. Debtors

	2014 £000	2013 £000
Amounts owed by Group undertakings	26,338	27,752
Value Added Tax	5	6
Deferred Tax	780	-
Other debtors	470	-
Prepayments and accrued income	7	109
	<u>27,600</u>	<u>27,867</u>

Included within the amounts owed by Group undertakings is a net receivable of £25,987,000 (2013: £27,752,000) consisting of interest bearing and non-interest bearing balances to the same Group undertaking. The interest bearing balance comprises of a receivable of £28,664,000 (2013: £32,572,000) that bears interest at a quarterly rate determined by Group Treasury and linked to the Group cost of funds. The non-interest bearing balance comprises of a payable of £2,677,000 (2013: payable of £4,820,000). These two balances are netted, resulting in a net receivable of £25,987,000. The quarterly rates ranged between 1.69% and 1.90% per annum during 2014 (2013: 2.34% and 3.19%).

Deferred corporation tax asset is analysed as follows:

#### Deferred taxation

	Provided		Unprovided	
	2014 £000	2013 £000	2014 £000	2013 £000
Deferred tax				
- accelerated capital allowances	780	-	-	980
- other timing differences	-	-	259	506
	<u>780</u>	<u>-</u>	<u>259</u>	<u>1,486</u>

Due to a change in group policy, the surrender of tax losses for group relief is now compensated by the receiving company, as such previously unrecognised deferred tax assets arising from capital allowances are now being recognised. The company has continued not to recognise deferred tax assets resulting from other timing differences due to uncertainty regarding the amount and timing of relief available in the future.

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 11. Creditors – amounts falling due within one year

	2014 £000	2013 £000
Trade creditors	24	16
Amounts owed to Group undertakings	-	160
Accruals and deferred income	294	422
	<u>318</u>	<u>598</u>

Amounts owed to Group undertakings are interest free, unsecured and repayable on demand.

### 12. Provisions for liabilities

	Decommissioning provision £000	Restructuring provision £000	Total £000
At 1 January 2014	2,521	624	3,145
Additions and revisions	631	-	631
Accretion of interest	55	-	55
Utilised	(1,921)	(235)	(2,156)
Released to the profit and loss account	-	(175)	(175)
At 31 December 2014	<u>1,286</u>	<u>214</u>	<u>1,500</u>

#### Decommissioning provision

The decommissioning provision represents the future expected costs of decommissioning the station at the end of its useful economic life, discounted to its present value. In 2014, as a result of the demolition of the power station, an increase in the provision was required for additional costs, resulting in an exceptional charge to the Profit and Loss Account of £631,000. Decommissioning completed during 2015.

#### Restructuring provision

In 2013, a provision was required for restructuring costs, resulting in an exceptional charge to the Profit and Loss Account of £237,000. In 2014, part of this provision was utilised and no additional costs were incurred.

### 13. Called up share capital

	2014 £	2013 £
Allotted and fully paid share capital		
2 (2013: 2) ordinary shares of £1 each	<u>2</u>	<u>2</u>

# Centrica RPS Limited

## Notes to the Financial Statements for the year ended 31 December 2014 (continued)

### 14. Reserves

	Profit and loss account £000	Share premium account £000	Total £000
At 1 January 2014	23,707	1,569	25,276
Profit for the financial year	903	-	903
At 31 December 2014	<u>24,610</u>	<u>1,569</u>	<u>26,179</u>

### 15. Reconciliation of movements in shareholders' funds

	2014 £000	2013 £000
Opening shareholders' fund	25,276	26,599
Profit/(loss) for the financial year	903	(1,323)
Closing shareholders' funds	<u>26,179</u>	<u>25,276</u>

### 16. Financial commitments

At 31 December the Company had annual commitments under non-cancellable operating leases expiring as follows:

	Plant and machinery	
	2014 £000	2013 £000
Leases which expire:		
Within one year	-	156
Within two to five years	-	-
After five years	-	-

### 17. Ultimate parent undertaking

The Company's immediate parent undertaking is GB Gas Holdings Limited, a company registered in England and Wales.

The Company's ultimate parent undertaking and controlling party is Centrica plc, a company registered in England and Wales, which is the only company to include these financial statements in its consolidated financial statements. Copies of the Centrica plc consolidated financial statements may be obtained from [www.centrica.com](http://www.centrica.com).