



**EDF ENERGY HOLDINGS LIMITED**

**Registered Number 06930266**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**31 DECEMBER 2010**



## CONTENTS

---

### Page

|   |                                          |
|---|------------------------------------------|
| 2 | Directors' report                        |
| 4 | Statement of Directors' responsibilities |
| 5 | Independent Auditors' report             |
| 6 | Profit and loss account                  |
| 7 | Balance sheet                            |
| 8 | Notes to the financial statements        |

---

### Directors

Henry Proglio (Chairman)  
Vincent de Rivaz  
Simone Rossi  
Marianne Laigneau  
Pierre Lederer  
Hervé Machenaud  
Thomas Piquemal  
Alain Tchernonog  
Gerard Wolf

### Company Secretary

Guido Santi

### Auditors

Deloitte LLP  
2 New Street Square  
London  
EC4A 3BZ

### Registered Office

40 Grosvenor Place  
Victoria  
London  
SW1X 7EN

## DIRECTORS' REPORT

The Directors present their annual report and financial statements for the year ended 31 December 2010

### Principal activities

The Company's principal activity during the year was that of a holding company for both the EDF Energy plc group of companies and the British Energy group of companies. It will continue in this activity for the foreseeable future.

### Business review

The profit for the year, before taxation, amounted to £336.0m (2009: £195.1m profit) and after taxation, amounted to £334.6m (2009: £195.1m). No dividends were paid in the year (2009: £nil).

During the year additional share capital of £221.4m was issued to the sole shareholder, EDF Energy (UK) Limited, to fund further investment in NNB Holding Company Limited.

EDF Energy (UK) Limited (the "Group") manages the Company's operations on a group basis. For this reason and the fact that the Company is non-trading, the Company's Directors believe that further key performance indicators for the Company are not necessary or appropriate for an understanding of the development, performance or position of the business. The performance of the Group which includes the Company is discussed in the Electricité de France S.A. (EDF) Group's Annual Report, which does not form part of this Report.

### Going concern

After making enquiries and reviewing cash flow forecasts and available facilities for at least the next 12 months, the Directors have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. This judgement has been formed taking into account the principal risks and uncertainties that the Company faces and which have been outlined in more detail elsewhere in the Directors' report. For this reason the Directors continue to adopt the going concern basis in preparing the financial statements.

### Risk management

The future prospects of the Company are dependent on the performance of its investment in subsidiaries. The investments in British Energy Group plc and EDF Energy Group Holdings plc have been reviewed and the carrying value is considered to be recoverable based on its forecast performance.

The Company is exposed to financial risk through its financial assets and liabilities. The key financial risk is that the proceeds from financial assets are not sufficient to fund the obligations arising from liabilities as they fall due. The most important components of financial risk are interest rate risk, currency risk, credit risk, liquidity risk, cash flow risk and price risk. Due to the nature of the Company's business and the assets and liabilities contained within the Company's balance sheet, the only financial risks the Directors consider relevant to this company are credit risk and liquidity risk. Liquidity risk is mitigated by the fact that the Company's creditors are not significant in comparison with the Company's net assets. Credit risk is mitigated due to the nature of receivables being intra-group.

## DIRECTORS' REPORT continued

### Directors

Directors who held office during the year and subsequently were as follows

|                   |                              |
|-------------------|------------------------------|
| Henry Proglio     | (appointed 8 March 2010)     |
| Daniel Camus      | (resigned 23 December 2010)  |
| Vincent de Rivaz  |                              |
| Simone Rossi      | (appointed 1 April 2011)     |
| Bernard Dupraz    | (resigned 22 March 2010)     |
| Thomas Kusterer   | (resigned 29 March 2011)     |
| Marianne Laigneau | (appointed 1 April 2010)     |
| Yann Laroche      | (resigned 22 March 2010)     |
| Pierre Lederer    | (appointed 23 December 2010) |
| Hervé Machenaud   | (appointed 1 April 2010)     |
| Thomas Piquemal   | (appointed 1 April 2010)     |
| Alain Tchernonog  | (appointed 1 April 2010)     |
| Gerard Wolf       |                              |

None of the Directors has a service contract with the Company. Vincent de Rivaz is, and Thomas Kusterer was employed by a subsidiary company, EDF Energy plc, and have a service contract with that company. The other Directors are employed by and have a service contract with the ultimate parent company EDF.

The Company has made qualifying third-party indemnity provisions for the benefit of its Directors which were made during the year and remain in force at the date of this report.

### Disclosure of information to Auditors

Each of the persons who is a director at the date of approval of this annual report confirms that

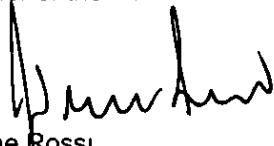
- so far as the Director is aware, there is no relevant audit information of which the Company's Auditors are unaware, and
- the Director has taken all the steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's Auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s 418 of the Companies Act 2006.

### Auditors

It is noted that Deloitte LLP as appointed by the members on 10 June 2010 are deemed to be re-appointed as the auditors to the Company for the financial year ending 31 December 2010 in accordance with the provisions of Section 487(2) of the Companies Act 2006 and that the Directors have been authorised to fix the remuneration of the auditors.

By order of the Board



Simone Rossi  
Director

29 June 2011

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Annual 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 elected to prepare 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 judgments 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.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDF ENERGY HOLDINGS LIMITED

We have audited the financial statements of EDF Energy Holdings Limited for the year ended 31 December 2010 which comprise the Profit and Loss account, the Balance Sheet and the related notes numbered 1 to 12. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom 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 Auditors

As explained more fully in the Directors' Responsibilities Statement, 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 Ethical Standards for Auditors.

### Scope of the audit of the financial statements

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.

### 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 December 2010 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.

### 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.



**Bevan Whitehead (Senior Statutory Auditor)**  
For and on behalf of Deloitte LLP  
Chartered Accountants and Statutory Auditors  
London, United Kingdom  
Date 29 June 2011

PROFIT AND LOSS ACCOUNT

|                                                      |      | Year<br>ended 31<br>December<br>2010<br>£m | 10 June to<br>31<br>December<br>2009<br>£m |
|------------------------------------------------------|------|--------------------------------------------|--------------------------------------------|
|                                                      | Note |                                            |                                            |
| Administrative expenses                              |      | -                                          | (9 9)                                      |
| <b>Operating loss</b>                                |      | -                                          | <b>(9 9)</b>                               |
| Investment income                                    | 4    | 336 0                                      | 205 0                                      |
| <b>Profit on ordinary activities before taxation</b> |      | <b>336.0</b>                               | <b>195 1</b>                               |
| Tax on profit on ordinary activities                 | 5    | (1.4)                                      | -                                          |
| <b>Profit for the financial year</b>                 |      | <b>334 6</b>                               | <b>195 1</b>                               |

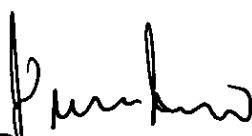
There were no recognised gains or losses during the year other than the profit for the period. Accordingly, no statement of total recognised gains and losses has been presented.

All results are derived from continuing operations in both the current year and preceding period.

**BALANCE SHEET**  
**AT 31 DECEMBER 2010**

|                                                      | <i>Note</i> | <b>2010<br/>£m</b> | <b>2009<br/>£m</b> |
|------------------------------------------------------|-------------|--------------------|--------------------|
| <b>Fixed assets</b>                                  |             |                    |                    |
| Investments in subsidiary undertakings               | 6           | 12,787.4           | 12,566 0           |
|                                                      |             | <b>12,787 4</b>    | <b>12,566 0</b>    |
| <b>Current assets</b>                                |             |                    |                    |
| Debtors                                              |             |                    |                    |
| - due within one year                                | 7           | 229 9              | 78 1               |
| Cash and cash equivalents                            |             | 184 2              | -                  |
|                                                      |             | <b>414 1</b>       | <b>78 1</b>        |
| <b>Creditors</b> amounts falling due within one year | 8           | (11 3)             | (9 9)              |
| <b>Net current assets</b>                            |             | <b>402 8</b>       | <b>68 2</b>        |
| <b>Net assets</b>                                    |             | <b>13,190.2</b>    | <b>12,634 2</b>    |
| <b>Capital and reserves</b>                          |             |                    |                    |
| Called up share capital                              | 9           | 12,387 9           | 12,166 5           |
| Share premium                                        | 9           | 272.6              | 272 6              |
| Profit and loss account                              | 10          | 529 7              | 195 1              |
| <b>Shareholder's funds</b>                           |             | <b>13,190 2</b>    | <b>12,634 2</b>    |

The financial statements of EDF Energy Holdings Limited, registered number 06930266, on pages 6 to 14 were approved by the Board of Directors on 29 June 2011 and were signed on its behalf by

  
Simone Rossi  
Director

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting policies

The principal accounting policies are set out below. They have all been applied consistently throughout the year and the preceding period.

#### Basis of accounting

These financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom law and accounting standards.

#### Going concern

As set out in the Directors' Report, after making enquiries, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

#### Cash flow statement

The Company is exempt from preparing a cash flow statement under the terms of FRS 1 'Cash flow statements (revised 1996)' as it is a member of a group, headed by EDF International S A, whose consolidated accounts include a cash flow statement and are publicly available.

#### Consolidation

The Company is exempt from preparing consolidated accounts as it is a wholly owned subsidiary of EDF International S A, which prepare consolidated accounts which include the results of the company and are publicly available.

#### Investments

Fixed asset investments are shown at cost less any provision for impairment. Current asset investments are stated at the lower of cost and net realisable value.

#### Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the 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 or a right to pay less tax in the future have occurred at the balance sheet date, with the following exceptions:

- provision is made for gains on disposal of fixed assets that have been rolled over into replacement assets only where, at the balance sheet date, there is a commitment to dispose of the replacement assets with no likely subsequent rollover or available capital losses,
- provision is made for gains on re-valued fixed assets only where there is a commitment to dispose of the re-valued assets and the attributable gain can neither be rolled over nor eliminated by capital losses, and
- deferred tax assets are recognised only to the extent that the Directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing difference can be deducted.

Deferred tax is measured on an undiscounted basis.

## NOTES TO THE FINANCIAL STATEMENTS continued

### 2 Operating result/(loss)

The operating loss for the period is stated after charging

|                                                                 | 2010<br>£m | 2009<br>£m |
|-----------------------------------------------------------------|------------|------------|
| Expenses in connection with dilution of ownership of subsidiary | -          | (9.9)      |

In 2010, an amount of £10,000 was paid to Deloitte LLP for audit services (2009 £10,000). This charge was borne by another Group company in both years. In 2010, amounts payable to Deloitte LLP by the Company in respect of non-audit services were £nil (2009 £nil).

The Company had no employees in 2010 (2009 None).

### 3 Directors' emoluments

All Directors are employees of associated EDF group companies. The Directors did not receive any remuneration for services to the Company during the current year or previous year.

No Director (2009 none) held any interests in the shares or debentures of the Company or the Group required to be disclosed under the Companies Act 2006.

### 4 Investment income

|                                        | 2010<br>£m   | 2009<br>£m   |
|----------------------------------------|--------------|--------------|
| Dividends from subsidiary undertakings | 332.0        | 205.0        |
| Foreign exchange gain                  | 4.0          | -            |
|                                        | <b>336.0</b> | <b>205.0</b> |

The foreign exchange gain arose on re-translation of a euro-denominated loan to another Group company.

### 5 Tax on profit on ordinary activities

(a) Analysis of tax charge in the year

| <b>UK current tax</b>                            | <b>2010<br/>£m</b> | <b>2009<br/>£m</b> |
|--------------------------------------------------|--------------------|--------------------|
| UK corporation tax credit on profit for the year | 1.4                | -                  |
| Adjustment in respect of previous periods        | -                  | -                  |
| <b>Total current tax charge</b>                  | <b>1.4</b>         | <b>-</b>           |

The Finance Bill 2010 was published on 1 July 2010 and included a reduction in the main rate of corporation tax for the financial year beginning 1 April 2011 from 28% to 27%.

This tax law change was substantively enacted in the House of Commons on 21 July and received Royal Assent on 27 July 2010 and has therefore been reflected in these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS continued**

**5. Tax on profit on ordinary activities continued**

The Finance Act 2011 announced a further reduction in the main rate of corporation tax for the financial year beginning 1 April 2011 from 27% to 26%. This tax law change was substantively enacted in the House of Commons on 29 March 2011.

The Finance Act 2011 also announced a further reduction in the main rate of corporation tax for the financial year beginning 1 April 2012 from 26% to 25%.

**(b) Factors affecting tax charge for the year**

The tax assessed for the period is lower (2009: lower) than the standard rate of corporation tax in the UK.

The differences are explained below:

|                                                                                                | 2010<br>£m | 2009<br>£m |
|------------------------------------------------------------------------------------------------|------------|------------|
| Profit on ordinary activities before tax                                                       | 336.0      | 195.1      |
| Tax on profit on ordinary activities at standard UK rate of corporation tax of 28% (2009: 28%) | 94.1       | 54.6       |
| Effect of:                                                                                     |            |            |
| Dividends received from UK companies                                                           | (93.0)     | (57.4)     |
| Group relief surrendered for nil consideration                                                 | 0.3        | 2.8        |
| Permanent differences                                                                          | -          | -          |
| <b>Current tax charge for the year</b>                                                         | <b>1.4</b> | <b>-</b>   |

There was no deferred tax arising in the year (2009: £nil).

NOTES TO THE FINANCIAL STATEMENTS continued

6 Investments in subsidiary undertakings

| Cost and book value        | Shares<br>£m    |
|----------------------------|-----------------|
| At 1 January 2010          | 12,566 0        |
| Additions                  | 221 4           |
| <b>At 31 December 2010</b> | <b>12,787 4</b> |

The principal subsidiary undertakings at 31 December 2010, which are incorporated in Great Britain and are registered and operate in England and Wales, or Scotland (unless otherwise stated), are as follows

| Name of subsidiary                                                  | Proportion<br>of<br>ownership<br>interest % | Proportion<br>of voting<br>power held<br>% | Principal activity                             |
|---------------------------------------------------------------------|---------------------------------------------|--------------------------------------------|------------------------------------------------|
| British Energy Bond Finance plc *                                   | 80%                                         | 80%                                        | Financial activities                           |
| British Energy Direct Limited *                                     | 100%                                        | 100%                                       | Sale of electricity                            |
| British Energy Finance Limited *                                    | 100%                                        | 100%                                       | Financial activities                           |
| British Energy Generation (UK) Limited *                            | 80%                                         | 80%                                        | Holding company                                |
| British Energy Generation Limited *                                 | 80%                                         | 80%                                        | Power generation                               |
| British Energy Group Limited * (formerly British Energy Group plc)  | 80%                                         | 80%                                        | Holding company                                |
| British Energy Holdings Limited * (Canada)                          | 80%                                         | 80%                                        | Holding company                                |
| British Energy International Holdings Limited *                     | 80%                                         | 80%                                        | Holding company                                |
| British Energy Investment Limited *                                 | 80%                                         | 80%                                        | Investment company                             |
| British Energy Limited *                                            | 80%                                         | 80%                                        | Holding company                                |
| British Energy Renewables Limited *                                 | 80%                                         | 80%                                        | Renewable power generation                     |
| British Energy Trading and Sales Limited *                          | 80%                                         | 80%                                        | Sale of electricity                            |
| British Energy Trading Services Limited *                           | 80%                                         | 80%                                        | Sale of electricity                            |
| British Energy Technical Services Limited *                         | 80%                                         | 80%                                        | Sale of electricity                            |
| British Energy Treasury Finance Limited *                           | 80%                                         | 80%                                        | Financial activities                           |
| British Energy Trustees Limited *                                   | 80%                                         | 80%                                        | Financial activities                           |
| Bruce Hydro Inc * (Canada)                                          | 80%                                         | 80%                                        | Power generation                               |
| Bruce Power Operating Corp * (Canada)                               | 80%                                         | 80%                                        | Power generation                               |
| EDF Energy Investments * (formerly CSW Investments)                 | 100%                                        | 100%                                       | Holding company                                |
| Cheshire Cavity Storage Group Limited *                             | 100%                                        | 100%                                       | Holding company                                |
| Cheshire Cavity Storage 1 Limited *                                 | 100%                                        | 100%                                       | Provision of gas storage facilities            |
| Deletapicnic Limited *                                              | 100%                                        | 100%                                       | Holding company                                |
| EDF Energy Dormant Holdings Limited * (formerly Deltabrand Limited) | 100%                                        | 100%                                       | Holding company                                |
| District Energy Limited *                                           | 100%                                        | 100%                                       | Sale of electricity                            |
| EDF Energy plc *                                                    | 100%                                        | 100%                                       | Sale of electricity                            |
| EDF Energy 1 Limited *                                              | 100%                                        | 100%                                       | Marketing and supply of electricity and gas    |
| EDF Energy (Contract Services) Limited *                            | 100%                                        | 100%                                       | Maintenance of distribution networks           |
| EDF Energy (Cottam Power) Limited *                                 | 100%                                        | 100%                                       | Provision and supply of electricity generation |
| EDF Energy Customers plc *                                          | 100%                                        | 100%                                       | Electricity retailing                          |
| EDF Energy (Energy Branch) plc *                                    | 100%                                        | 100%                                       | Investment in electricity generation           |

NOTES TO THE FINANCIAL STATEMENTS continued

6 Investments in subsidiary undertakings continued

|                                                                                   |      |      |                                                |
|-----------------------------------------------------------------------------------|------|------|------------------------------------------------|
| EDF Energy Fleet Services Limited *                                               | 100% | 100% | Transport services                             |
| EDF Energy Group Holdings plc                                                     | 100% | 100% | Holding company                                |
| EDF Energy Homephone Limited *                                                    | 100% | 100% | Telecoms retailing                             |
| EDF Energy Insurance Limited *                                                    | 100% | 100% | Insurance                                      |
| EDF Energy (London Heat & Power) Limited *                                        | 100% | 100% | Generation and supply of electricity and heat  |
| EDF Energy (Metro Holdings) Limited *                                             | 100% | 100% | Investment company                             |
| EDF Energy (Northern Offshore Wind) Limited*                                      | 100% | 100% | Development of generation and supply           |
| EDF Energy (Projects) Limited *                                                   | 100% | 100% | Investment company                             |
| EDF Energy (South East Generation) Limited *                                      | 100% | 100% | Holding company                                |
| EDF Energy (Sutton Bridge Holdings) Limited *                                     | 100% | 100% | Investment in power generation company         |
| EDF Energy (Sutton Bridge Power ) *                                               | 100% | 100% | Provision and supply of electricity generation |
| EDF Energy (West Burton Power) Limited*                                           | 100% | 100% | Power generation                               |
| Eggborough Power (Holdings) Limited*                                              | 80%  | 80%  | Holding company                                |
| High Hedley Hope Wind Limited*                                                    | 100% | 100% | Renewable power generation                     |
| Hunterston Properties Limited*                                                    | 100% | 100% | Property company                               |
| Jade Power Generation Limited *                                                   | 100% | 100% | Power generation                               |
| Kirkheaton Wind Limited*                                                          | 75%  | 75%  | Renewable power generation                     |
| Lake Acquisitions Limited                                                         | 80%  | 80%  | Holding company                                |
| Lewis Cable Limited *                                                             | 80%  | 80%  | Renewable power generation                     |
| Lewis Wind Power Limited *                                                        | 80%  | 80%  | Renewable power generation                     |
| Lochside Energy Inc * (Canada)                                                    | 80%  | 80%  | Financial Activities                           |
| Lochside Insurance Limited * (Guernsey)                                           | 80%  | 80%  | Insurance company                              |
| London ESCO Limited*                                                              | 100% | 100% | Renewable energy projects                      |
| EDF Energy SB Power Systems (London) Limited * (formerly London Power SB Limited) | 100% | 100% | Investment in power generation company         |
| NNB Holding Company Limited                                                       | 80%  | 80%  | Holding company                                |
| NNB Generation Company Limited *                                                  | 80%  | 80%  | Development of generation and supply           |
| NNB Land Company Limited *                                                        | 80%  | 80%  | Property company                               |
| Norfolk Offshore Wind Limited *                                                   | 100% | 100% | Development of generation and supply           |
| Northern Power Limited*                                                           | 80%  | 80%  | Power generation                               |
| SEEBOARD Energy Limited*                                                          | 100% | 100% | Energy supply                                  |
| SEEBOARD Energy Gas Limited*                                                      | 100% | 100% | Gas supply                                     |
| Stornoway Wind Power Limited *                                                    | 80%  | 80%  | Renewable power generation                     |
| Sutton Bridge Financing Limited* (Cayman Islands)                                 | 100% | 100% | Financial activities                           |
| Sutton Bridge Investors *                                                         | 100% | 100% | Investment in power generation company         |
| Sutton Bridge Power Fund*                                                         | 100% | 100% | Investment company                             |
| The Barkantine Heat & Power Company Limited*                                      | 100% | 100% | Generation and supply of electricity and heat  |
| West Burton Limited*                                                              | 100% | 100% | Power generation                               |
| West Burton Property Limited*                                                     | 100% | 100% | Investment company                             |
| Western Isles Renewables Limited*                                                 | 80%  | 80%  | Renewable power generation                     |

\* Indirectly held

NOTES TO THE FINANCIAL STATEMENTS continued

6 Investments in subsidiary undertakings continued

The associates and joint ventures at 31 December 2010, which are all held indirectly, and are registered and operate in England and Wales, are as follows

|                               | Percentage of<br>ordinary<br>shares held | Principal activity                            |
|-------------------------------|------------------------------------------|-----------------------------------------------|
| Barking Power Limited         | 18.6%                                    | Power generation                              |
| Trans4m Limited               | 25.0%                                    | Engineering contractor                        |
| Thames Valley Power Limited   | 50.0%                                    | Generation and supply of electricity and heat |
| EDF Energy Renewables Limited | 50.0%                                    | Renewable energy generation                   |
| Royal Oak Windfarm Limited    | 50.0%                                    | Renewable energy generation                   |
| Bicker Fen Windfarm Limited   | 50.0%                                    | Renewable energy generation                   |
| Burnfoot Windfarm Limited     | 50.0%                                    | Renewable energy generation                   |
| Fairfield Windfarm Limited    | 50.0%                                    | Renewable energy generation                   |
| Rusholme Windfarm Limited     | 50.0%                                    | Renewable energy generation                   |
| Walkway Windfarm Limited      | 50.0%                                    | Renewable energy generation                   |
| Teesside Windfarm Limited     | 50.0%                                    | Renewable energy generation                   |
| Longpark Windfarm Limited     | 50.0%                                    | Renewable energy generation                   |

7. Debtors

|                                                     | 2010<br>£m | 2009<br>£m |
|-----------------------------------------------------|------------|------------|
| <b>Debtors. amounts falling due within one year</b> |            |            |
| Amounts owed by other Group companies               | 229.9      | 78.1       |

Of the £229.9m, £78.1m is owed by a subsidiary company and €176.3m relates to money owed by a parent company. Both amounts are non-interest bearing and are repayable on demand.

8 Creditors amounts falling due within one year

|                                        | 2010<br>£m | 2009<br>£m |
|----------------------------------------|------------|------------|
| Amounts owed to other Group companies  | 9.9        | 9.9        |
| Corporation tax (group relief payable) | 1.4        | -          |
|                                        | 11.3       | 9.9        |

The amounts owed to other Group companies is non-interest bearing and is repayable on demand.

9 Share capital

|                                    | 2010<br>Number | 2009<br>Number | 2010<br>£m | 2009<br>£m |
|------------------------------------|----------------|----------------|------------|------------|
| Allotted, called up and fully paid |                |                |            |            |
| Ordinary shares of £1.00 each      | 12,387,867,251 | 12,166,478,652 | 12,387.9   | 12,166.5   |

During the year 221,388,599 new shares with a nominal value of £1 were issued to EDF Energy (UK) Limited for fair value consideration of £221.4m. The new shares have the same rights as the existing share capital.

NOTES TO THE FINANCIAL STATEMENTS continued

10. Reconciliation of shareholder's funds

|                            | Share<br>capital<br>£m | Share<br>premium<br>account<br>£m | Profit and<br>loss account<br>£m | Total<br>Shareholder's<br>funds<br>£m |
|----------------------------|------------------------|-----------------------------------|----------------------------------|---------------------------------------|
| At 10 June 2009            | -                      | -                                 | -                                | -                                     |
| Shares issued (see note 9) | 12,166 5               | 272 6                             | -                                | 12,439 1                              |
| Profit for the year        | -                      | -                                 | 195 1                            | 195 1                                 |
| <b>At 31 December 2009</b> | <b>12,166 5</b>        | <b>272 6</b>                      | <b>195 1</b>                     | <b>12,634 2</b>                       |
| Profit for the year        | -                      | -                                 | 334 6                            | 334 6                                 |
| Shares issued              | 221 4                  | -                                 | -                                | 221 4                                 |
| <b>At 31 December 2010</b> | <b>12,387.9</b>        | <b>272 6</b>                      | <b>529 7</b>                     | <b>13,190 2</b>                       |

11. Related parties

In accordance with FRS 8 'Related party disclosures', the Company is exempt from disclosing transactions with entities that are part of the Group or investees of the Group qualifying as related parties, as it is a wholly-owned subsidiary of a parent, which prepares consolidated accounts which are publicly available

12 Parent undertaking and controlling party

EDF Energy (UK) Limited holds a 100% interest in EDF Energy Holdings Limited and is considered to be the immediate parent company. EDF International S A ("EDFI") is the smallest group for which consolidated financial statements are prepared, copies of which may be obtained from EDF International S A, 22-30 Avenue de Wagram, 75382, Paris, Cedex 08, France

At 31 December 2010, Electricité de France SA (EDF), a company incorporated in France, is regarded by the Directors as the Company's ultimate parent company and controlling party. This is the largest group for which consolidated financial statements are prepared. Copies of that company's consolidated financial statements may be obtained from Electricité de France SA, 22-30 Avenue de Wagram, 75382, Paris, Cedex 08, France