

DON'T
STAPLE**OS AA01**Statement of details of parent law and other
information for an overseas company

Companies House

✓ **What this form is for**
You may use this form to
accompany your accounts
disclosed under parent law.

✗ **What this form is NOT for**
You cannot use this form to
an alteration of manner of
with accounting requirement

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19/10/2022

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COMPANIES HOUSE

Part 1 Corporate company nameCorporate name of
overseas company ①

INTERNATIONAL POWER (JERSEY) LTD

UK establishment
number

B R 0 0 9 6 8 8

→ **Filling in this form**Please complete in typescript or in
bold black capitals.All fields are mandatory unless
specified or indicated by *① This is the name of the company in
its home state.**Part 2 Statement of details of parent law and other
information for an overseas company****A1****Legislation**Please give the legislation under which the accounts have been prepared and
audited.

Legislation ②

COMPANIES (JERSEY) LAW 1991

② This means the relevant rules or
legislation which regulates the
preparation of accounts.**A2****Accounting principles**

Accounts

Have the accounts been prepared in accordance with a set of generally accepted
accounting principles?

Please tick the appropriate box.


☐ **No. Go to Section A3.**☒ **Yes. Please enter the name of the organisation or other
body which issued those principles below, and then go to Section A3.**Name of organisation
or body ③

UK FINANCIAL REPORTING STANDARD 101

③ Please insert the name of the
appropriate accounting organisation
or body.

OS AA01

Statement of details of parent law and other information for an overseas company

A3 Audited accounts		
Audited accounts	<p>Have the accounts been audited in accordance with a set of generally accepted auditing standards?</p> <p>Please tick the appropriate box.</p> <p><input type="checkbox"/> No. Go to Part 3 'Signature'.</p> <p><input checked="" type="checkbox"/> Yes. Please enter the name of the organisation or other body which issued those standards below, and then go to Part 3 'Signature'.</p>	<p>❶ Please insert the name of the appropriate accounting organisation or body.</p>
Name of organisation or body ❶	INTERNATIONAL STANDARDS ON AUDITING (UK)	
Part 3 Signature		
<p>I am signing this form on behalf of the overseas company.</p>		
Signature	<p>Signature</p> <p>X  X</p>	
<p>This form may be signed by: Director, Secretary, Permanent representative.</p>		

OS AA01

Statement of details of parent law and other information for an overseas company



Presenter information

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

Contact name

Company Secretariat

Company name

International Power Ltd

Address

Rooms 481 - 499

Second floor, Salisbury House

London Wall

Post town

London

County/Region

Postcode

EC2M 5SQ

Country

DX

Telephone



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and, if appropriate, the registered number, match the information held on the public Register.
- ☐ You have completed all sections of the form, if appropriate.
- ☐ You have signed the form.



Important information

Please note that all this information will appear on the public record.



Where to send

You may return this form to any Companies House address:

England and Wales:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

Scotland:

The Registrar of Companies, Companies House,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh 1

Northern Ireland:

The Registrar of Companies, Companies House,
Second Floor, The Linenhall, 32-38 Linenhall Street,
Belfast, Northern Ireland, BT2 8BG.
DX 481 N.R. Belfast 1.



Further information

For further information, please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Registered number: FC027970

INTERNATIONAL POWER (JERSEY) LIMITED

Company Registration Number: 85697 (Jersey)

Foreign Company Registration Number: FC027970

Branch Registration Number: BR009688

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

INTERNATIONAL POWER (JERSEY) LIMITED

COMPANY INFORMATION

Directors	K Dibble R Wells
Company secretary	Dominion Corporate Services Limited
Registered number	FC027970
Registered office	47 Esplanade St Helier Jersey, Channel Islands JE1 0BD
Independent auditor	Ernst & Young LLP Citygate St James' Boulevard Newcastle-upon-Tyne NE1 4JD

INTERNATIONAL POWER (JERSEY) LIMITED

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INTERNATIONAL POWER (JERSEY) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Directors present their report and the financial statements of International Power (Jersey) Limited (the Company) for the year ended 31 December 2021.

PRINCIPAL ACTIVITIES

The Company provides finance for International Power Ltd. and its subsidiaries and to companies in which International Power Ltd. has a direct or indirect participating interest.

BUSINESS REVIEW

The profit for the financial year, after taxation, amounted to US\$559,000 (2020: loss of US\$1,463,000).

As shown in the income statement on page 8, the Company made a profit for the current and a loss for the preceding financial year.

The statement of financial position on page 9 shows the Company's financial position at the end of the current and preceding financial year. The net liabilities have decreased from US\$44,796,000 to US\$44,237,000 because of the profit for the financial year.

DIRECTORS

The Directors who served during the year were:

K Dibble (appointed 23 November 2021)

D Alcock (resigned 31 January 2022)

A Pollins (appointed 1 July 2020, resigned 12 November 2021)

STATED CAPITAL

The Company's stated capital comprises 10 ordinary shares of no par value, which rank *pari passu* with each other in respect of all rights, including dividend, voting and return of capital, and 50 preference shares in issue, with each preference share having a nominal value of US\$1,000. Each preference share carries a right to receive an annual fixed cumulative dividend at the rate of 3.75% on its paid-up value, in priority to any other class of share issued by the Company. The preference shares do not carry any voting rights and are repayable within one year. The preference shares are recognised as financial liabilities and disclosed under 'Creditors: amounts falling due within one year'. The dividend payable is reported in the income statement as 'interest payable and similar expenses'.

DIVIDENDS

The Directors do not recommend the payment of a dividend in respect of the year ended 31 December 2021 (2020: US\$nil).

INDEPENDENT AUDITOR

Ernst & Young LLP will be deemed to be reappointed pursuant to Article 113 of the Companies (Jersey) Law 1991.

PRINCIPAL RISKS AND UNCERTAINTIES

The identification, assessment, pursuit and management of opportunities and the associated risks is an integral part of the management and processes of the Company. The Company has processes in place for managing the exposure within a specified opportunity and risk management framework, including:

INTERNATIONAL POWER (JERSEY) LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Going concern risk

Given the current health and economic crisis which has evolved during the financial year and has continued since the year end, the Directors have paid close attention to the Company's ability to continue to adopt the going concern basis of preparation for these financial statements. The Company had a shareholder's deficit of US\$44,237,000 as at 31 December 2021 (2020: deficit of US\$44,796,000) which includes a profit for the year of US\$559,000 (2020: loss of US\$1,463,000). The Directors have considered the application of the going concern basis of accounting. In making this assessment, the Directors have considered the intention of the Directors of International Power Ltd., to provide financial support to the Company in the conduct of its ordinary business until at least the 31 October 2023 which is twelve months from the date of approval of these financial statements. The Directors, having assessed the responses of the Directors of International Power Ltd. to their enquiries, have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the Company to continue as a going concern or its ability to fulfil its financial obligations. Thus, they continue to adopt the going concern basis of accounting in preparing the financial statements. The Directors have assessed this exposure as acceptable.

Currency risk

The Company has translation risk on monetary liabilities denominated in currencies other than its functional currency. The Company's corporation tax liabilities are recorded in sterling. The Company does not have sufficient foreign currency assets to offset this foreign exchange exposure. It is not the Company's policy to hedge currency translation exposures through foreign exchange contracts or currency swaps. Although the sterling tax liability creates volatility in earnings from period to period, the Directors have assessed this exposure as acceptable.

Interest rate risk

The Company has both interest-bearing assets and interest-bearing liabilities in the form of intercompany balances with ENGIE group undertakings. As at 31 December 2021, an interest-bearing asset with a nominal value of US\$50,000 (2020: US\$50,000) earned interest at a fixed rate of 3.76% per annum (2020: 3.76% per annum). Interest-bearing liabilities, which comprise US\$ preference shares, with a nominal value of US\$50,000 (2020: US\$50,000) accrued interest at a fixed rate of 3.75% per annum (2020: 3.75% per annum). As the rates of interest on these interest-bearing assets and interest-bearing liabilities are fixed, there is no risk of unfavourable interest rate movements.

Liquidity risk

The Company is exposed to liquidity risk on its financial liabilities which consist mainly of amounts owed to group undertakings. In order to maintain liquidity to ensure sufficient funds are available for ongoing activities and future developments, which is particularly important given the ongoing economic crisis, the Company benefits from access to financial support from International Power Ltd. The Directors do not anticipate any issues in accessing necessary liquidity for the foreseeable future. The situation is, of course, under continual review.

EMPLOYEES

The Company had no employees (2020: none) and incurred no related costs during the financial year (2020: US\$nil).

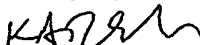
FUTURE DEVELOPMENTS

The Company has no significant future developments to report.

INTERNATIONAL POWER (JERSEY) LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

This report was approved by the board on 10 October 2022 and signed on its behalf.

DocuSigned by:

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K Dibble
Director

INTERNATIONAL POWER (JERSEY) LIMITED

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

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 the Directors have elected to prepare the financial statements of International Power (Jersey) Limited (the Company) in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the Directors must not approve the financial statements of International Power (Jersey) Limited (the Company) 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 of International Power (Jersey) Limited (the Company), 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. 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 INTERNATIONAL POWER (JERSEY) LIMITED

Opinion

We have audited the financial statements of International Power (Jersey) Limited (the "company") for the year ended 31 December 2021 which comprise Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, and the related notes 1 to 15, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 101 "Reduced Disclosure Framework".

In our opinion, the financial statements:

- ▶ give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- ▶ have been properly prepared in accordance with United Kingdom Accounting Standards including FRS 101 "Reduced Disclosure Framework"; and
- ▶ have been properly prepared in accordance with the requirements of the Companies (Jersey) Law 1991.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements, including the UK FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern until 31 October 2023.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL POWER (JERSEY) LIMITED (continued)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies (Jersey) Law 1991 requires us to report to you if, in our opinion:

- ▶ proper accounting records have not been kept by the company, or proper 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 company's accounting records and returns; or
- ▶ we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in directors' responsibilities statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL POWER (JERSEY) LIMITED

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the company and management.

- ▶ We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are those that relate to the reporting framework (FRS 101 and the Companies (Jersey) Law 1991);
- ▶ We understood how International Power (Jersey) Limited is complying with those frameworks by making enquiries of management to understand how the company maintains and communicates its policies and procedures in these areas, and corroborated this by reviewing supporting documentation;
- ▶ We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override; and
- ▶ Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved testing journals identified by specific risk criteria.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Article 113A of the Companies (Jersey) Law 1991. 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.

DocuSigned by:
Caroline Mulley
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Caroline Mulley
for and on behalf of Ernst & Young LLP
Newcastle upon Tyne, United Kingdom
13 October 2022

INTERNATIONAL POWER (JERSEY) LIMITED

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 \$000	2020 \$000
Interest receivable and similar income	6	2	2
Interest payable and similar expenses	7	(2)	(2)
Profit before tax		<u>-</u>	<u>-</u>
Tax on profit	8	559	(1,463)
Profit/(loss) for the financial year		<u><u>559</u></u>	<u><u>(1,463)</u></u>

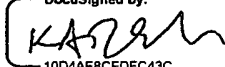
The notes on pages 11 to 18 form part of these financial statements.

INTERNATIONAL POWER (JERSEY) LIMITED
REGISTERED NUMBER: FC027970

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	2021 \$000	2020 \$000
Current assets			
Debtors: amounts falling due within one year	9	51	51
Current liabilities		<u>51</u>	<u>51</u>
Creditors: amounts falling due within one year	10	(44,288)	(44,847)
Net liabilities		<u>(44,237)</u>	<u>(44,796)</u>
Capital and reserves			
Stated capital	11	-	-
Other reserves	12	51,258	51,258
Profit and loss account	12	(95,495)	(96,054)
Equity shareholder's deficit		<u>(44,237)</u>	<u>(44,796)</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 10 October 2022.

DocuSigned by:

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K Dibble
 Director

The notes on pages 11 to 18 form part of these financial statements.

INTERNATIONAL POWER (JERSEY) LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Stated capital \$000	Other reserves \$000	Profit and loss account \$000	Total equity shareholder's deficit \$000
At 1 January 2020	-	51,258	(94,591)	(43,333)
Comprehensive loss for the year				
Loss for the financial year	-	-	(1,463)	(1,463)
At 1 January 2021	-	51,258	(96,054)	(44,796)
Comprehensive loss for the year				
Profit for the financial year	-	-	559	559
At 31 December 2021	-	51,258	(95,495)	(44,237)

The notes on pages 11 to 18 form part of these financial statements.

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. GENERAL INFORMATION

International Power (Jersey) Limited (the Company) is a limited company incorporated in Jersey and domiciled in England. The company address is 47 Esplanade, St Helier, Jersey, Channel Islands, JE1 0BD. The nature of the Company's operations and its principal activities are set out in the Directors' report on page 1.

2. ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all years presented.

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with United Kingdom Accounting Standards including, Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies (Jersey) Law 1991.

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial reporting standard 101 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member

Where relevant, equivalent disclosures have been given in the group accounts of ENGIE S.A. (formerly GDF SUEZ S.A.). The group accounts of ENGIE S.A. are available to the public and can be obtained as set out in note 15.

2.3 Going concern

Given the current health and economic crisis which has evolved during the financial year and has continued since the year end, the Directors have paid close attention to the Company's ability to continue to adopt the going concern basis of preparation for these financial statements. The Company had a shareholder's deficit of US\$44,237,000 as at 31 December 2021 (2020: US\$44,796,000) which includes a profit for the year of US\$559,000 (2020: loss of US\$1,463,000).

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. ACCOUNTING POLICIES (CONTINUED)

2.3 Going concern (continued)

The Directors have considered the application of the going concern basis of accounting. In making this assessment, the Directors have considered the intention of the Directors of International Power Ltd., to provide financial support to the Company in the conduct of its ordinary business until at least the 31 October 2023 which is twelve months from the date of approval of these financial statements. The Directors, having assessed the responses of the Directors of International Power Ltd. to their enquiries, have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the Company to continue as a going concern or its ability to fulfil its financial obligations. Thus, they continue to adopt the going concern basis of accounting in preparing the financial statements. The Directors have assessed this exposure as acceptable.

2.4 Foreign currencies

Functional and presentation currency

The Company's functional and presentation currency is US Dollar.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.5 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.6 Interest expense

Interest expense is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability to that liability's net carrying amount.

2.7 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. ACCOUNTING POLICIES (CONTINUED)

2.8 Financial instruments

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

Financial assets and financial liabilities are initially measured at fair value in accordance with IFRS 9.

Financial assets

All recognised financial assets are subsequently measured in their entirety at either fair value or amortised cost, depending on the classification of the financial assets.

Debt instruments at amortised cost

Debt instruments are subsequently measured at amortised cost where they are financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Amortised cost is calculated using the effective interest method and represents the amount measured at initial recognition less repayments of principal plus the cumulative amortisation using the effective interest method of any difference between the initial amount and the maturity amount, adjusted for any loss allowance.

Impairment of financial assets

The Company assesses on a forward-looking basis the expected credit losses (ECL) associated with its debt instruments carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For receivables, the Company requires expected lifetime losses to be recognised from initial recognition of the receivables. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument.

Financial liabilities

At amortised cost

Financial liabilities which are neither contingent consideration of an acquirer in a business combination, held for trading, nor designated as at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. This is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or where appropriate a shorter period, to the amortised cost of a financial liability.

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. ACCOUNTING POLICIES (CONTINUED)

2.9 Preference shares

The preference shares issued by the Company are redeemable at a fixed date either at the option of the Company or the shareholders. Under the presentation requirements of IAS 32 *Financial instruments: Presentation*, preference shares that give the holder the right to require the issuer to redeem the instrument after a particular date for a fixed or determinable amount are presented as financial liabilities. The preference shares may be redeemed at a fixed date within one year, therefore they are presented under current liabilities.

**3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

The preparation of financial statements in conformity with FRS 101 requires the use of estimates and assumptions to determine the value of assets and liabilities, and contingent assets and liabilities at the reporting date, as well as income and expenses reported during the year.

The Company regularly revises its estimates in light of currently available information because of uncertainties inherent in the estimation process. Final outcomes could differ from those estimates.

There are no areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements.

4. AUDITOR'S REMUNERATION

The auditor's remuneration was as follows:

	2021	2020
	\$000	\$000
Auditor's remuneration for the financial year	<u>3</u>	<u>3</u>

Audit fees and non-audit fees borne by International Power Ltd. and its subsidiaries are set out in the financial statements of International Power Ltd. for the year ended 31 December 2021 which can be obtained from Rooms 481 - 499 Second Floor, Salisbury House, London Wall, London, England, EC2M 5SQ

5. DIRECTORS' REMUNERATION

The Directors did not receive any fees or emoluments from the Company during the year (2020: US\$nil) directly attributable to their position within the Company. There exist no services from Directors attributable to the Company and Director fees are paid by other entities (of which US\$nil is applicable to this entity).

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2021 \$000	2020 \$000
Interest receivable from ENGIE group undertakings	2	2

ENGIE group undertakings are subsidiaries of ENGIE S.A.

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2021 \$000	2020 \$000
Interest due on preference shares	2	2

8. TAXATION

	2021 \$000	2020 \$000
CORPORATION TAX		
UK Corporation tax	(559)	1,463
	(559)	1,463

Factors affecting tax expense for the year

The tax assessed for the year is lower than (2020 - higher than) the standard rate of corporation tax in the UK of 19.00% (2020 - 19.00%). The differences are explained below:

	2021 \$000	2020 \$000
Profit before tax	-	-
Profit before tax multiplied by standard rate of corporation tax in the UK of 19.00% (2020: 19.00%)	-	-
EFFECTS OF:		
Adjustments to tax charge in respect of prior periods	-	2
Foreign exchange loss/ (gain) on corporation tax balances	(559)	1,461
Total tax expense/ (Credit) for the year	(559)	1,463

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

8. TAXATION (CONTINUED)

The Company is resident in the United Kingdom for taxation purposes. As such, the Company incurs no taxation under Jersey Law.

The current year and prior year applicable corporation tax rate is 19.00%..

Factors that may affect future tax expenses

The UK Budget 2021 announcements on 3 March 2021 included measures to support economic recovery as a result of the ongoing COVID-19 pandemic. These included an increase to the UK's main corporation tax rate to 25%, which is due to be effective from 1 April 2023. These changes were substantively enacted on 24 May 2021 and therefore have been reflected in the measurement of deferred tax balances at the year end

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	\$000	\$000
Amounts owed by group undertakings - principal	50	50
Amounts owed by group undertakings - interest	1	1
	51	51

ENGIE group undertakings are subsidiaries of ENGIE S.A.

Amounts owed by group undertakings are unsecured, subject to a fixed of interest of 3.76% p.a. (2020: 3.76% p.a.) and repayable within one year.

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	\$000	\$000
Preference shares - principal	50	50
Preference shares - interest	1	1
Group relief payable to group undertakings	44,237	44,796
	44,288	44,847

The Company has 50 preference shares in issue, with each preference share having a nominal value of US\$1,000 (2020: US\$1,000). Each preference share carries a right to receive an annual fixed cumulative dividend at the rate of 3.75% (2020: 3.75%) on the paid-up value of each preference share, in priority to any other class of share issued by the Company. The preference shares do not carry any voting rights and are repayable within one year. The dividend received from these shares is reported in the income statement as 'interest payable and similar expenses'.

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

11. STATED CAPITAL

	2021 \$000	2020 \$000
Authorised		
10 (2020: 10) Ordinary shares of no par value	-	-

The stated capital of the Company consists of 10 ordinary shares at no par value (2020: 10 ordinary shares of no par value), which rank pari passu with each other in respect of all rights, including dividend, voting and return of capital.

The Company may issue an unlimited number of founders' shares or unclassified shares which may be issued as either redemption shares or preference shares. See note 10 for details of the preference shares issued at the reporting date.

12. RESERVES**Other reserves**

Other reserves relate to the capital contribution made by International Power Ltd. on issue by the Company of the convertible US dollar bonds. International Power Ltd. guaranteed to exchange the convertible debt issued by the Company into ordinary shares of International Power Ltd.

Profit and loss account

The profit and loss account records the cumulative amount of realised profits and losses less any distribution of dividends.

13. DIVIDENDS

The Directors do not recommend the payment of a dividend in respect of the year ended 31 December 2021 (2020: US\$nil).

INTERNATIONAL POWER (JERSEY) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

14. RELATED PARTY TRANSACTIONS

As at 31 December 2021 and 31 December 2020, the Company was a wholly owned subsidiary of International Power Consolidated Holdings Limited which is wholly owned by ENGIE S.A. The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 and has therefore not disclosed transactions with wholly owned entities of ENGIE S.A. There are no transactions with related parties that are not wholly owned by ENGIE S.A.

The balances outstanding with related parties are as follows:

	2021 \$000	2020 \$000
Amounts owed by group undertakings (note 9)		
Parent - International Power Ltd.	51	51
Amounts owed to group undertakings (note 10)		
Parent - International Power Ltd.	<u>(44,288)</u>	<u>(44,847)</u>

Loans between related parties are made on an arm's length basis.

15. CONTROLLING PARTY

The Company's immediate parent undertaking is International Power Consolidated Holdings Limited, the registered address of which is Rooms 481 - 499 Second Floor, Salisbury House, London Wall, London, England, EC2M 5SQ.

The Directors consider the Company's ultimate parent undertaking and controlling party to be ENGIE S.A. which was incorporated in France and is headquartered in Paris, France and which is the parent undertaking of the largest and smallest group in which the results of the Company are consolidated for the year ended 31 December 2021 and the year ended 31 December 2020. The consolidated financial statements of ENGIE S.A. may be obtained from its registered office at 1, Place Samuel de Champlain, Faubourg de l'Arche, 92930 Paris la Défense, France.