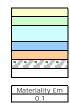
#### Regulatory Financial Performance Report SSES 2021



| Licensee                                    | SSES       |
|---|------------|
| Sector                                      | ED1        |
| Reporting Year:<br>(enter 2014 for 2013-14) | 2021       |
| Version (Number)                            |            |
| Submitted Date:                             | 30/07/2021 |
| Cost of Equity                              | 6.0%       |
| Sharing Factor                              | 56.47%     |
| Notional Gearing                            | 65.0%      |
| RIIO-1 start date                           | 2016       |
| Price hasis                                 | fm 12/13   |



Input cells
Totals cells (of formula within worksheet)
Referencing to other worksheets
Referencing to other workbooks
Check cells
No Input
Descriptions and pack data

| 2018 | 2017-18 |
|------|---------|
| 2019 | 2018-19 |
| 2020 | 2019-20 |
| 2021 | 2020-21 |
| 2022 | 2021-22 |
| 2023 | 2022-23 |

| RPI Index | Reporting<br>year | Actual /<br>Forecast<br>index | Financial<br>Year<br>Average<br>RPI<br>(RPIt) | Year end<br>RPI | Corp. Tax |
|-----------|-------------------|-------------------------------|---|-----------------|-----------|
| 2009-10   | 2010              | Actual                        | 215.8   | 221.8           | 28%       |
| 2010-11   | 2011              | Actual                        | 226.5   | 233.5           | 28%       |
| 2011-12   | 2012              | Actual                        | 237.3   | 241.7           | 26%       |
| 2012-13   | 2013              | Actual                        | 244.7   | 249.1           | 24%       |
| 2013-14   | 2014              | Actual                        | 251.7   | 255.3           | 23%       |
| 2014-15   | 2015              | Actual                        | 256.7   | 257.6           | 21%       |
| 2015-16   | 2016              | Actual                        | 259.4   | 261.3           | 20%       |
| 2016-17   | 2017              | Actual                        | 265.0   | 270.0           | 20%       |
| 2017-18   | 2018              | Actual                        | 274.9   | 279.0           | 19%       |
| 2018-19   | 2019              | Actual                        | 283.3   | 286.7           | 19%       |
| 2019-20   | 2020              | Actual                        | 290.6   | 292.6           | 19%       |
| 2020-21   | 2021              | Actual                        | 294.2   | 299.0           | 19%       |
| 2021-22   | 2022              | Forecast                      | 302.0   | 306.9           | 19%       |
| 2022-23   | 2023              | Forecast                      | 311.2   | 316.4           | 19%       |
| 2023-24   | 2024              | Forecast                      |   | 1.00            | 19%       |
| 2024-25   | 2025              | Forecast                      |   | · ·             | 19%       |
| 2025-26   | 2026              | Forecast                      |   | 100             | 19%       |

|                                   | Actuals | Actuals | Actuals | Actuals | Actuals | Actuals | Forecast | Forecast |
|-----------------------------------|---------|---------|---------|---------|---------|---------|----------|----------|
|                                   | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022     | 2023     |
| Financial Year Average RPI (RPIt) | 1.060   | 1.083   | 1.124   | 1.158   | 1.188   | 1.202   | 1.234    | 1.272    |
| Year end RPI                      | 1.068   | 1.103   | 1.140   | 1.172   | 1.196   | 1.222   | 1.254    | 1.293    |
| 1 year change in Fin Year Ave RPI | 1.011   | 1.021   | 1.037   | 1.031   | 1.026   | 1.012   | 1.027    | 1.031    |

| 1 year change in Fin Year Ave ren | 1971 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 | 1972 |

Forecast growth rate 
 Forecast growth rate
 Reporting Year
 2017
 2018
 2019
 2020
 2021
 2022
 2023

 Future inflation assumption
 - - - - - - - - - - - - - - - - - 2.650%
 3.075%

Selected Capitalisation rates for SSES

RIIO1 70.00% | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

|    |          |                                | _                |
|----|----------|--------------------------------|------------------|
| ED | Em 12/13 |                                | n/a              |
| ET | Em 09/10 | Totex                          | n/a              |
| GD | Em 09/10 | Totex excluding repex          | Repex            |
| GT | Em 09/10 | Totex (non-'uncertainty rate') | Uncertainty rate |

Allowed cost of debt %

|                     | 2014  | 2015  | 2016  | 2017  | 2018  | 2019  | 2020  | 2021  | 2022  | 2023  |
|---------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| WPD                 |       |       | 2.55% | 2.38% | 2.22% | 1.91% | 1.58% | 1.09% | 0.76% | 0.44% |
| ED - excluding WPD  |       |       | 2.55% | 2.42% | 2.29% | 2.09% | 1.94% | 1.78% | 1.62% | 1.47% |
| SHET                | 2.92% | 2.50% | 2.15% | 1.79% | 1.51% | 1.16% | 1.02% | 0.76% |       |       |
| ET - excluding SHET | 2.92% | 2.72% | 2.55% | 2.38% | 2.22% | 1.91% | 1.58% | 1.09% |       |       |
| GD                  | 2.92% | 2.72% | 2.55% | 2.38% | 2.22% | 1.91% | 1.58% | 1.09% |       |       |
|                     |       |       |       |       |       |       |       |       |       |       |

| Sector |                | Allowed<br>Cost of<br>Equity | TIM<br>Incentive<br>Strength | Gearing | Main Cap.<br>Rate | RIIO1<br>start date | Price Basis | Fast<br>Tracked | IQI pre or<br>post tax |              |            |       |       |       | st of debt |       |       |         |                |
|--------|----------------|------------------------------|------------------------------|---------|-------------------|---------------------|-------------|-----------------|------------------------|--------------|------------|-------|-------|-------|------------|-------|-------|---------|----------------|
| FD     | Default        |                              |                              |         |                   |                     |             |                 |                        | 2014         | 2015       | 2016  | 2017  | 2018  | 2019       | 2020  | 2021  | 2022    | 2023           |
|        | ENWL           | 6.0%                         | 58.11%                       | 65.0%   | 68.0%             | 2016                | £m 12/13    | No              | Post                   | 100          | all all a  | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | NPgN           | 6.0%                         | 55.84%                       | 65.0%   | 70.0%             | 2016                | £m 12/13    | No              | Post                   |              | 1000       | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | NPgY           | 6.0%                         | 55.84%                       | 65.0%   | 72.0%             | 2016                | £m 12/13    | No              | Post                   |              | A          | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | UKPN-EPN       | 6.0%                         | 53.28%                       | 65.0%   | 68.0%             | 2016                | £m 12/13    | No              | Post                   |              |            | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | UKPN-LPN       | 6.0%                         | 53.28%                       | 65.0%   | 68.0%             | 2016                | £m 12/13    | No              | Post                   |              |            | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | UKPN-SPN       | 6.0%                         | 53.28%                       | 65.0%   | 68.0%             | 2016                | £m 12/13    | No              | Post                   |              |            | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | SPD            | 6.0%                         | 53.50%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | No              | Post                   |              |            | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | SPMW           | 6.0%                         | 53.50%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | No              | Post                   | and the same | all all a  | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | SSEH           | 6.0%                         | 56.47%                       | 65.0%   | 62.0%             | 2016                | £m 12/13    | No              | Post                   | A 100        |            | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | SSES           | 6.0%                         | 56.47%                       | 65.0%   | 70.0%             | 2016                | £m 12/13    | No              | Post                   |              | 10° 10° 10 | 2.55% | 2.42% | 2.29% | 2.09%      | 1.94% | 1.78% | 1.62%   | 1.47%          |
| ED     | WPD-EMID       | 6.4%                         | 70.00%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | Yes             | Pre                    | 100          |            | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 0.76%   | 0.44%          |
| ED     | WPD-WMID       | 6.4%                         | 70.00%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | Yes             | Pre                    |              |            | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 0.76%   | 0.44%          |
| ED     | WPD-SWALES     | 6.4%                         | 70.00%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | Yes             | Pre                    |              |            | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 0.76%   | 0.44%          |
| ED     | WPD-SWEST      | 6.4%                         | 70.00%                       | 65.0%   | 80.0%             | 2016                | £m 12/13    | Yes             | Pre                    |              |            | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 0.76%   | 0.44%          |
| GD     | Cadent-EOE     | 6.7%                         | 63.04%                       | 65.0%   | 26.6%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         | and the second |
| GD     | Cadent-London  | 6.7%                         | 63.04%                       | 65.0%   | 23.5%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | A 18 18 |                |
| GD     | Cadent-WM      | 6.7%                         | 63.04%                       | 65.0%   | 24.9%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 1000    |                |
| GD     | Cadent-NW      | 6.7%                         | 63.04%                       | 65.0%   | 26.1%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | -       |                |
| GD     | NGN            | 6.7%                         | 63.98%                       | 65.0%   | 35.0%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         |                |
| GD     | SGN - Scotland | 6.7%                         | 63.73%                       | 65.0%   | 35.1%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         | 3/1/2          |
| GD     | SGN - Southern | 6.7%                         | 63.73%                       | 65.0%   | 32.2%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         |                |
| GD     | WWU            | 6.7%                         | 63.17%                       | 65.0%   | 35.8%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         | 7.7            |
| GT     | NGGT (TO)      | 6.8%                         | 44.36%                       | 62.5%   | 64.4%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | A 18 18 |                |
| GT     | NGGT (SO)      | 6.8%                         | 44.36%                       | 62.5%   | 37.4%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% | 1000    |                |
| ET     | NGET (TO)      | 7.0%                         | 46.89%                       | 60.0%   | 85.0%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         |                |
| ET     | NGESO          | 7.0%                         | 46.89%                       | 60.0%   | 27.9%             | 2014                | £m 09/10    | No              | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         |                |
| ET     | SPT            | 7.0%                         | 50.00%                       | 55.0%   | 90.0%             | 2014                | £m 09/10    | Yes             | Pre                    | 2.92%        | 2.72%      | 2.55% | 2.38% | 2.22% | 1.91%      | 1.58% | 1.09% |         |                |
| ET     | SHET           | 7.0%                         | 50.00%                       | 55.0%   | 90.0%             | 2014                | £m 09/10    | Yes             | Pre                    | 2.92%        | 2.50%      | 2.15% | 1.79% | 1.51% | 1.16%      | 1.02% | 0.76% |         |                |

GD: Capitalised share of repex / GT: Uncertainty Rate

|   |                | 2014   | 2015   | 2016   | 2017   | 2018   | 2019   | 2020   | 2021    |
|---|----------------|--------|--------|--------|--------|--------|--------|--------|---------|
|   | Cadent-EOE     | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | Cadent-London  | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | Cadent-WM      | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | Cadent-NW      | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
| L | NGN            | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
| L | SGN - Scotland | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | SGN - Southern | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | WWU            | 50.00% | 57.14% | 64.29% | 71.43% | 78.57% | 85.71% | 92.86% | 100.00% |
|   | NGGT (TO)      | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00% | 90.00%  |
|   | NGGT (SO)      |        |        |        |        |        |        |        |         |

| IQI Additional Income | 2014    | 2015         | 2016   | 2017   | 2018   | 2019 | 2020   | 2021 | 2022   | 2023           |
|-----------------------|---------|--------------|--------|--------|--------|------|--------|------|--|----------------|
| ENWL                  |         |              | 1.6    | 1.5    | 1.5    | 1.5  | 1.5    | 1.4  | 1.5  | 1.4            |
| NPgN                  |         |              | -0.7   | -0.6   | -0.6   | -0.6 | -0.6   | -0.5 | -0.5   | -0.5           |
| NPgY                  |         |              | -0.9   | -0.8   | -0.8   | -0.8 | -0.7   | -0.7 | -0.7   | -0.7           |
| UKPN-EPN              |         |              | -3.3   | -3.3   | -3.2   | -3.1 | -3.1   | -2.9 | -2.9   | -2.7           |
| UKPN-LPN              |         | 40.00        | -2.4   | -2.4   | -2.2   | -2.1 | -2.2   | -2.1 | -1.9   | -1.8           |
| UKPN-SPN              |         | 100          | -2.2   | -2.4   | -2.2   | -2.1 | -2.0   | -1.9 | -1.9   | -1.8           |
| SPD                   |         | A            | -1.9   | -1.8   | -1.8   | -1.7 | -1.7   | -1.6 | -1.5   | -1.4           |
| SPMW                  |         |              | -2.1   | -2.2   | -2.0   | -1.8 | -1.8   | -1.8 | -1.6   | -1.5           |
| SSEH                  |         | 100          | 0.2    | 0.2    | 0.2    | 0.2  | 0.2    | 0.2  | 0.2  | 0.2            |
| SSES                  |         |              | 0.4    | 0.4    | 0.4    | 0.4  | 0.3    | 0.3  | 0.3  | 0.3            |
| WPD-EMID              |         |              | 7.1    | 7.0    | 6.2    | 6.3  | 6.2    | 6.5  | 6.8  | 6.6            |
| WPD-WMID              | F-16-66 | ALC: UNKNOWN | 6.5    | 6.5    | 6.3    | 6.4  | 6.6    | 6.8  | 6.7  | 6.8            |
| WPD-SWALES            |         |              | 3.7    | 3.7    | 3.5    | 3.7  | 3.4    | 3.4  | 3.3  | 3.4            |
| WPD-SWEST             |         |              | 5.4    | 5.4    | 5.3    | 5.4  | 5.3    | 5.3  | 5.3  | 5.6            |
| Cadent-EOE            | 1.4     | 1.4          | 1.4    | 1.4    | 1.4    | 1.4  | 1.3    | 1.3  |  |                |
| Cadent-London         | 1.2     | 1.2          | 1.3    | 1.3    | 1.3    | 1.3  | 1.3    | 1.3  |  |                |
| Cadent-WM             | 0.8     | 0.8          | 0.8    | 0.8    | 0.8    | 0.8  | 0.8    | 0.8  |  | 100            |
| Cadent-NW             | 1.1     | 1.0          | 1.0    | 1.0    | 1.0    | 1.0  | 1.0    | 1.0  | 100000   |                |
| NGN                   | 3.1     | 3.2          | 3.2    | 3.2    | 3.0    | 3.0  | 3.0    | 3.0  | 100  |                |
| SGN - Scotland        | 2.1     | 2.0          | 2.0    | 2.1    | 2.1    | 2.1  | 2.0    | 2.0  | A 10 To 10 T | All the second |
| SGN - Southern        | 4.4     | 4.1          | 4.1    | 4.2    | 4.2    | 4.2  | 4.1    | 4.1  | 100  |                |
| WWU                   | 1.4     | 1.4          | 1.4    | 1.3    | 1.3    | 1.3  | 1.4    | 1.4  |  |                |
| NGGT (TO)             | -1.1    | -1.1         | -1.2   | -1.6   | -1.9   | -1.3 | -1.1   | -1.0 | 100  |                |
| NGGT (SO)             | -0.4    | -0.4         | -0.3   | -0.3   | -0.3   | -0.3 | -0.3   | -0.3 | 1000   |                |
| NGET (TO)             | ######  | ######       | ###### | ###### | ###### | 12.6 | ###### | 9.8  |  |                |
| NGET (SO)             | 0.9     | 0.9          | 0.9    | 0.9    | 0.9    | 0.8  | 0.9    | 0.9  |  |                |
| SPT                   | ######  | 1.3          | ###### | 7.0    | 6.9    | 6.9  | 7.1    | 5.3  |  |                |
| SHET                  | 4.8     | 5.0          | 5.7    | 3.8    | 2.9    | 2.9  | 2.9    | 2.8  | 100  |                |

| ED.  |                 |
|--|-----------------|
| Output incentives for each sector used to populate Rf  |                 |
| output incentives for each sector used to populate it. |                 |
| Input for R5 - Output Incentives                       | TRUE ED         |
| Broad measure of customer service                      | FALSE GD        |
| Interruptions-related quality of                       |                 |
| service  | FALSE NGGT (TO) |
| Incentive on connections                               | FALSE NGGT (SO) |
| Time to Connect Incentive                              | FALSE NGET (TO) |
| Losses discretionary reward scheme                     | FALSE NGESO     |
|  | FALSE SPT       |
|  | FALSE SHET      |
|  | ·               |
|  | _               |
| ED   |                 |
| Broad measure of customer service                      |                 |
| Interruptions-related quality of service               |                 |
| Incentive on connections engagement                    |                 |
| Time to Connect Incentive                              |                 |
|  |                 |

|         | ED                                 |
|---------|------------------------------------|
|         | measure of customer service        |
| Interru | uptions-related quality of service |
| Incent  | ive on connections engagement      |
| Time t  | o Connect Incentive                |
| Losses  | discretionary reward scheme        |
|         |                                    |
|         |                                    |

| GD                                     |
|--|
| Broad Measure of Customer Satisfaction |
| Shrinkage Allowance Revenue Adjustment |
| Environment Emissions Incentive        |
| Discretionary Reward Scheme            |
| NTS Exit Capacity                      |
|  |
|  |

| NGGT (TO)                       |
|---------------------------------|
| Stakeholder Satisfaction Output |
| Permits revenue adjustment      |
|                                 |
|                                 |
|                                 |
|                                 |

| NGET (TO)                          |
|------------------------------------|
| Network Reliability Incentive      |
| Stakeholder Satisfaction Output    |
| SF6 Emissions                      |
| Environmental Discretionary Reward |
|                                    |
|                                    |

| i de la companya de |
|---|
| SPT   |
| Network Reliability Incentive   |
| Stakeholder Satisfaction Output   |
| SF6 Emissions   |
| Environmental Discretionary Reward  |
| Performance re offers of timely connection  |
|   |

| NGGT (SO)                       |
|---------------------------------|
| Constraint management           |
| Transportation Support Services |
| Shrinkage incentive             |
| Residual balancing              |
| Quality of demand forecasting   |
| Greenhouse gas incentive        |
| Maintenance incentive           |

| Renewable wind forecasting incentive |
|--------------------------------------|
| ESO Reporting and Incentive (ESORI)  |
|                                      |
|                                      |
|                                      |
|                                      |
|                                      |
| SHET                                 |

| Network Reliability Incentive              |
|--|
| Stakeholder Satisfaction Output            |
| SF6 Emissions                              |
| Environmental Discretionary Reward         |
| Performance re offers of timely connection |

All incentive performance recognised in t+2 allowed revenue -

| Time to Connect Incentive revenue<br>adjustment | t+3  |
|---|------|
| Losses discretionary reward scheme              | t±1  |
| revenue adjustment                              | 4.71 |

| Bond or loan types |
|--------------------|
| Fixed rate         |
| Floating           |
| Inflation-linked   |
|                    |

| Reference rate  |
|-----------------|
| Not applicable  |
| LIBOR 3 month   |
| LIBOR 6 month   |
| EURIBOR 3 month |
| BOE base rate   |
| RPI 12 month    |
| CPI 12 month    |
|                 |
|                 |

| Currency |
|----------|
| GBP      |
| EUR      |
| USD      |
| HKD      |
| CAD      |
|          |

| Rank   |  |
|--------|--|
| Senior |  |
| Junior |  |
|        |  |

| Hedged                 |
|------------------------|
| Yes - fully hedged     |
| Yes - partially hedged |
| N.                     |

| Special features |
|------------------|
| Callable         |
| Puttable         |
|                  |
|                  |

| Counterparty |
|--------------|
| EIB          |
| RBS          |
|              |
|              |

| Swap legs  |
|------------|
| Fixed rate |
| Floating   |
|            |

## **Version control** SSES 2021

#### Version:

| Submission    | Date submitted | Changes |
|---------------|----------------|---------|
| Submission 1  | 30/07/2021     |         |
| Submission 2  |                |         |
| Submission 3  |                |         |
| Submission 4  |                |         |
| Submission 5  |                |         |
| Submission 6  |                |         |
| Submission 7  |                |         |
| Submission 8  |                |         |
| Submission 9  |                |         |
| Submission 10 |                |         |

R1 - RoRE

R2 - Revenue R3 - Rec to totex

R4 - Totex
R5 - Output Incentives

R6 - Innovation R7 - Financing R7a - Financing input

R8 - Net Debt

R8a - Net Debt input

<u>R9 - RAV</u>

R10 - Tax

R11 - Dividends R12 - Pensions R13 - Other Activities

| Version | Table<br>Reference | Changes made to RFPR template   |
|---------|--------------------|---|
| 1.1     | R8                 | Row 26 added to pick up unamortised issues costs row in table R8a.  |
| 1.1     | R8                 | Row 42 updated to include new row 26 (unamortised issue costs) in the subtotal  |
| 1.1     | R1                 | Amended formating to percentages (Column M:N, rows 10-23 and rows 29-42)  |
| 1.1     | R7                 | B29 to add "Net Interest" into the title to make it clear that this should include regulatory definition of net interest associated with new/refinanced debt raised in future years   |
| 1.1     | R7                 | Row 47 added to allow input of issuance expenses forecast for new/refinanced debt in future years   |
| 1.1     | R8a                | Additional row added for restricted cash balances in table R8a in row 18, guidance updated.   |
| 1.1     | R7                 | D37 - formula amended to read = ('R8 - Net Debt'!D54-AVERAGE('R8 - Net Debt'!D8, ('R8 - Net Debt'!E10-'R8a - Net Debt input'!T18)))*(Data!C36-1)  |
| 1.1     | R7                 | E37 - formula amended to read = ('R8 - Net Debt'!E54-AVERAGE(('R8 - Net Debt'!E8-'R8a - Net Debt input'!T18), ('R8 - Net Debt'!E10-'R8a - Net Debt input'!U18)))*(Data!D36-1)   |
|         | D10                | Formula copied across to F37:K37  Amended formula in D50 to read =D85-D87, and dragged formula across to E5:K5  |
| 1.1     | R10<br>R1          |   |
| 1.1     | R9                 | Amended formula in B3 to correct spelling of system, originally spelt 'syestem'   |
| 1.1     | R9                 | Formula in row 32 changed from =IF(D5="Actuals",IF(D31>=0,(D29-SUM(\$D\$31:D31))-D11<'RFPR cover'!\$F\$14,(D29-SUM(\$D\$31:D31))-D11<'RFPR cover'!\$F\$14), "NA") to =IF(D5="Actuals",IF(ABS((D29-SUM(\$D\$31:D31))-D11)<'RFPR cover'!\$F\$14,"TRUE","FALSE"),"NA") |
| 1.1     | R8a                | Removed content in F12 ("Income statement debits and cash out flows (entered as +ve values, credits as -ve values")   |
| 1.1     | R8a                | Changed "Restricted cash balances (entered as +ve values, credits as -ve values)" in F18 to "Restricted cash balances (-ive)"   |
| 1.1     | Data               | J63: J68 updated to be consistent with Nov 2019 PCFM  |
| 1.1     | Data               | Populated the incentives for NGGT SO and NGET SO in the Data tab, based on the incentives in the 2019 RFPR template for both entities.  |
| 1.1     | R7a                | Removed data validation between rows 498:509  |
| 1.1     | R10                | Added in "Tax arising from MOD values" in "Other adjustments" in R10  |
| 1.1     | R10                | Changed the formulas in row 6 from =IF(H6<=('RFPR cover'!\\$C\\$7), "Actuals", "Forecast") to =IF(H6<=('RFPR cover'!\\$C\\$7-1), "Actuals", "Forecast")   |
| 1.1     | R9                 | Changed the formulas in row 5 from =IF(D6<='RFPR cover'!\$C\$7,"Actuals","Forecast") to =IF(D6<='RFPR cover'!\$C\$7-1,"Actuals","Forecast").  |
| 1.1     | Data               | Changed the tax rate from G25:G30 to be in line with the 2020 Budget, where Government announced the corporate tax rate would be 19% for the years beginning April 2020 and 2021.   |
| 1.1     | R10                | Blocked out G36 as this will be actual information, not forecast.   |
| 1.1     | Data               | Updated the cost of debt figures for 2022 and 2023 to match latest PCFM   |
| 1.1     | Data               | Updated the cost of debt figures for 2022 and 2023 to match latest PCFM, M3 New Forecasts RPI for 2021, 2022 and 2023 and Financial Year Average RPI and Year end RPI in cells E24 and F24  |
| 2.0     | Data               | Updated RPI Index for 2020 and 2021, M3 New Forecasts RPI for 2021, 2022 and 2023   |
| 2.0     | Data               | Updated the cost of debt figures for 2021, 2022 and 2023  |
| 2.0     | Data               | Row 196 - NGESO incentive added   |
| 2.0     | R7 -<br>Financing  | Cell D37 - formula has been corrected.  |
| 2.0     | RFPR<br>Cover      | Changed NGET(SO) to NGESO in the Drop down list   |
| 2.1     | R10 - Tax          | Formula in cell E37 has been corrected  |
|         | R7 -               | Cell M30 -formula has been removed.   |
| 2.1     | Financing          |   |
| 2.1     | R3 - Rec to totex  | 2021 Total Costs per latest RRP submission - Reconciled to 'C1 - Cost Matrix 2021'!CB80' of C&V Pack  |
|         |                    |   |
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### R1 - Return on Regulatory Equity (RoRE) SSES 2021

NPV-neutral equity element of RAV Equity RAV based on actual gearing Navigate

|  |                      | Navigate    |                       |                     |                     |               |               |               |                       |                      |                |
|--|----------------------|-------------|-----------------------|---------------------|---------------------|---------------|---------------|---------------|-----------------------|----------------------|----------------|
|  |                      |             |                       |                     |                     |               |               |               |                       |                      |                |
|  |                      | Actuals     | Actuals               | Actuals             | Actuals             | Actuals       | Actuals       | Forecast      | Forecast              |                      |                |
|  |                      | 2016        | 2017                  | 2018                | 2019                | 2020          | 2021          | 2022          | 2023                  | Cumulative to 2021   | RIIO-1 perio   |
| RoRE based on Notional Gearing   |                      |             |                       | ·                   |                     |               |               |               |                       |                      |                |
| Allowed Equity Return  | %                    | 6.0%        | 6.0%                  | 6.0%                | 6.0%                | 6.0%          | 6.0%          | 6.0%          | 6.0%                  | 6.0%                 | 6.09           |
| Totex outperformance   | %                    | 3.5%        | 2.4%                  | -1.3%               | 0.6%                | -4.1%         |               | -1.9%         | -2.0%                 | -0.3%                | -0.79          |
| IQI Reward   | %                    | 0.1%        | 0.1%                  | 0.1%                | 0.1%                | 0.0%          |               | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Broad measure of customer service  | %                    | 0.1%        | 0.2%                  | 0.2%                | 0.2%                | 0.4%          |               | 0.3%          | 0.3%                  | 0.2%                 | 0.29           |
| Interruptions-related quality of service   | %                    | 1.8%        | 1.4%                  | 0.5%                | 0.2%                | 0.6%          |               | 0.3%          | 0.3%                  | 0.8%                 | 0.79           |
| ncentive on connections engagement   | %                    | 0.0%        | 0.0%                  | 0.0%                | 0.0%                | 0.0%          |               | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Time to Connect Incentive  | %                    | 0.2%        | 0.1%                  | 0.1%                | 0.2%                | 0.2%          |               | 0.1%          | 0.1%                  | 0.1%                 | 0.19           |
| Losses discretionary reward scheme   | %                    | 0.0%        | 0.1%                  | 0.0%                | 0.0%                | 0.0%          | 0.0%          | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Network Innovation   | %                    | 0.0%        | 0.0%                  | 0.0%                | 0.3%                | 0.0%          | 0.0%          | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Penalties and fines  | %                    | 0.0%        | 0.0%                  | 0.0%                | -0.1%               | -0.1%         | -0.1%         | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| RoRE - Operational performance   | %                    | 11.5%       | 10.2%                 | 5.5%                | 7.5%                | 3.1%          | 4.2%          | 4.8%          | 4.6%                  | 6.9%                 | 6.4%           |
| Debt performance - at notional gearing   | %                    | -2.4%       | 0.3%                  | 3.3%                | 1.7%                | 1.3%          | -2.0%         | 0.3%          | -0.3%                 | 0.4%                 | 0.39           |
| Tax performance - at notional gearing  | %                    | -0.6%       | -1.1%                 | 0.1%                | 0.1%                | 0.1%          | 1.5%          | 0.9%          | 0.6%                  | 0.0%                 | 0.29           |
| RoRE - including financing and tax   | %                    | 8.5%        | 9.3%                  | 8.9%                | 9.3%                | 4.4%          | 3.7%          | 6.1%          | 4.9%                  | 7.3%                 | 6.89           |
| RoRE based on Actual Gearing   |                      |             |                       |                     |                     |               |               |               |                       |                      |                |
| Allowed Equity Return  | %                    | 5.8%        | 6.2%                  | 6.4%                | 7.0%                | 8.0%          |               | 8.0%          | 6.0%                  | 6.9%                 | 6.99           |
| Totex outperformance   | %                    | 3.4%        | 2.5%                  | -1.4%               | 0.7%                | -5.4%         |               | -2.5%         | -2.0%                 | -0.4%                | -0.89          |
| IQI Reward   | %                    | 0.1%        | 0.1%                  | 0.1%                | 0.1%                | 0.1%          |               | 0.1%          | 0.0%                  | 0.1%                 | 0.19           |
| Broad measure of customer service  | %                    | 0.1%        | 0.2%                  | 0.2%                | 0.3%                | 0.5%          |               | 0.4%          | 0.3%                  | 0.3%                 | 0.39           |
| Interruptions-related quality of service   | %                    | 1.7%        | 1.4%                  | 0.5%                | 0.3%                | 0.8%          |               | 0.5%          | 0.3%                  | 1.0%                 | 0.89           |
| Incentive on connections engagement  | %                    | 0.0%        | 0.0%                  | 0.0%                | 0.0%                | 0.0%          |               | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Time to Connect Incentive  | %                    | 0.2%        | 0.1%                  | 0.1%                | 0.2%                | 0.2%          |               | 0.1%          | 0.1%                  | 0.1%                 | 0.19           |
| Losses discretionary reward scheme   | %                    | 0.0%        | 0.1%                  | 0.0%                | 0.0%                | 0.0%          |               | 0.0%          | 0.0%                  | 0.0%                 | 0.09           |
| Network Innovation Penalties and fines   | %<br>%               | 0.0%        | 0.0%                  | 0.0%                | 0.3%<br>-0.1%       | 0.0%<br>-0.1% |               | 0.0%<br>-0.1% | 0.0%                  | 0.0%                 | 0.09           |
| RoRE - Operational performance   | %                    | 11.2%       | 10.5%                 | 5.9%                | 8.7%                | 4.0%          |               | 6.4%          | 4.6%                  | 8.0%                 | 7.3%           |
| Debt performance - at actual gearing   | %                    | -2.2%       | 0.2%                  | 3.4%                | 1.8%                | 1.1%          |               | -0.2%         | -0.3%                 | 0.1%                 | 0.09           |
| Tax performance - at actual gearing  | %                    | -0.6%       | -1.2%                 | 0.1%                | 0.1%                | 0.2%          |               | 1.2%          | 0.6%                  | 0.0%                 | 0.39           |
| RoRE - including financing and tax   | %                    | 8.4%        |                       | 9.4%                | 10.6%               | 5.4%          |               |               | 4.9%                  | 8.1%                 | 7.5%           |
| RoRE input values<br>Input values provided in £m 12/13 prices  |                      |             |                       |                     |                     |               |               |               |                       |                      |                |
|  | 0 10/10              | 41.4        | 41.0                  | 40.0                | 40.0                | 40.0          | 10.7          | 11.0          | 45.0                  | 255.4                | 2.45.6         |
| Equity Return on the RAV   | £m 12/13<br>£m 12/13 | 41.6        | 41.8                  | 42.3                | 42.8                | 43.3          | 43.7          | 44.3          | 45.2<br>(15.1)        | 255.4<br>(13.1)      | 345.C<br>(42.3 |
| Totex outperformance OI Reward   | £m 12/13<br>£m 12/13 | 24.1<br>0.4 | 16.8<br>0.4           | (9.0)<br>0.4        | 4.2<br>0.4          | (29.2)<br>0.3 | (20.0)        | (14.1)        | (15.1)<br>0.3         | 2.1                  | (42.3          |
| Broad measure of customer service  | £m 12/13             | 0.4         | 1.3                   | 1.3                 | 1.6                 | 2.7           | 1.7           | 2.2           | 2.2                   | 9.5                  | 13.8           |
| Interruptions-related quality of service   | £m 12/13             | 12.2        | 9.8                   | 3.4                 | 1.6                 | 4.3           | 4.5           | 2.2           | 1.9                   | 35.8                 | 40.2           |
| Incentive on connections engagement  | £m 12/13             | 12.2        | 7.0                   | -                   | -                   | 4.3           | 4.3           | 2.3           | 1.7                   | 33.6                 | 40.2           |
| Fime to Connect Incentive  | £m 12/13             | 1.1         | 0.6                   | 0.6                 | 1.3                 | 1.2           | 0.6           | 0.6           | 0.6                   | 5.5                  | 6.8            |
| osses discretionary reward scheme  | £m 12/13             | 1.1         | 0.8                   | -                   | - 1.3               | - 1.2         | - 0.6         | - 0.6         | -                     | 0.4                  | 0.4            |
| Network Innovation   | £m 12/13             | (0.2)       | (0.2)                 | 0.3                 | 1.9                 | (0.1)         |               | (0.1)         | (0.1)                 | 1.6                  | 1.3            |
| Penalties and fines  | £m 12/13             | (0.2)       | (0.2)                 | (0.3)               | (0.5)               | (0.1)         |               | (0.1)         | (0.1)                 | (1.8)                | (2.3           |
| RoRE - Operational performance   | £m 12/13             | 79.9        | 70.9                  | 39.0                | 53.4                | 22.0          | 30.2          | 35.5          | 34.8                  | 295.4                | 365.7          |
| Terra aparterial performance   |                      | (16.6)      | 2.1                   | 23.0                | 12.4                | 9.1           | (14.4)        | 2.3           | (2.4)                 | 15.5                 | 15.5           |
| Debt performance - at notional gearing   |                      |             |                       |                     |                     |               |               |               |                       |                      | (14.8          |
|  | £m 12/13<br>fm 12/13 |             | (0.5)                 | (0.4)               | (1.6)               | (2.9)         | (7.1)         | (3.2)         | (0.0)1                | (11.6)               |                |
| Debt performance - at notional gearing<br>Debt performance - impact of actual gearing<br>Tax performance - at notional gearing | £m 12/13             | 0.9         | (0.5)                 | (0.4)               | (1.6)               | (2.9)<br>0.9  |               | (3.2)         | (0.0)<br>4.6          | (11.6)               |                |
|  |                      |             | (0.5)<br>(7.9)<br>0.0 | (0.4)<br>0.8<br>0.0 | (1.6)<br>0.4<br>0.0 | (2.9)<br>0.9  | (7.1)<br>11.0 | 6.9           | (0.0)<br>4.6<br>(0.0) | (11.6)<br>1.2<br>0.0 | 12.7           |

£m 12/13 £m 12/13 693.4 714.6 704.3 660.6 713.1 612.0

|   |                          | Actuals<br>2016 | Actuals<br>2017 | Actuals<br>2018 | Actuals<br>2019 | Actuals<br>2020 | Actuals<br>2021 | Forecast<br>2022                             | Forecast<br>2023   |
|---|--------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|--|--|
|   |                          |                 |                 |                 |                 |                 |                 |  |  |
| Allowed Revenue - per latest submitted Revenue Return                                 |                          |                 |                 |                 |                 |                 |                 |  |  |
| Opening Base Revenue Allowance  | £m 12/13                 | 473.7           | 473.7           | 473.7           | 473.7           | 473.7           | 473.70          | 11111  | 11111  |
| MOD   | £m 12/13                 | -               | (8.0)           | (13.8)          | (19.5)          | (19.0)          | (26.06)         | 11111.                                       | <i>[] [] [] [</i> ]  |
| True Up   | £m 12/13                 | -               | -               | (10.4)          | (1.8)           | 1.1             | (0.47)          | 11111  | 1111   |
| Retail Price Index Forecast (RPIF term)   | Index                    | 1.082           | 1.087           | 1.121           | 1.159           | 1.198           | 1.22            | 111111                                       |  |
| Nominal Base Revenue  | £m nominal<br>£m nominal | 512.5           | 506.2<br>4.5    | 503.9           | 524.3<br>17.7   | 546.1<br>8.1    | 544.21          | 12.0   | 10.3   |
| ncentive revenue adjustment<br>Adjustments for Allowed Pass-Through items             | £m nominal               | (1.9)           | 4.5             | 4.3             | 6.8             | (0.6)           | 6.76<br>(3.44)  | 12.8   |  |
| Network Innovation Allowance  | £m nominal               | 1.8             | 1.6             | 1.1             | 1.3             | 1.2             | 1.62            | 1.4  | 1.4  |
| ow Carbon Networks Fund revenue adjustment  | £m nominal               | 2.1             | 0.1             | 0.3             | 0.9             | 0.1             | (0.32)          | 0.5  | 0.5  |
| DPCR4 residual distribution losses incentive  | £m nominal               | 16.4            | 29.8            | 8.2             | -               | -               | -               | 111111                                       | <i>''                                     </i>   |
| Input description]  | £m nominal               |                 |                 |                 |                 |                 |                 | 11111  | 1000   |
| Input description]  | £m nominal               |                 |                 |                 |                 |                 |                 | deletelete                                   |  |
| Input description]  | £m nominal               |                 |                 |                 |                 |                 |                 | 44444  | 2222   |
| [Input description]<br>[Input description]  | £m nominal<br>£m nominal |                 |                 |                 |                 |                 |                 |  | 1000   |
| Correction factor   | £m nominal               | -               | (28.3)          | (5.2)           | 7.4             | 16.5            | 6.77            |  |  |
| Allowed Network Revenue   | £m nominal               | 531.0           | 570.5           | 544.2           | 543.6           | 538.3           | 542.04          | 14.8   | 12.3   |
| (Under) / Over recovery   |                          | (4.8)           | 7.3             | 16.0            | 5.5             | 0.0             | (43.3)          | nere e                                       |  |
| orider / Over recovery  | _                        | (4.8)           | 7.5             | 10.0            | 5.5             | 0.0             | (43.3)          |  |  |
| Reconciliation: Regulated Network Revenue to Accounts                                 |                          |                 |                 |                 |                 |                 |                 |  |  |
| Collected Regulated Network Revenue   | Г                        | 526.2           | 577.8           | 560.2           | 549.1           | 538.3           | 498.8           | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,      |  |
|   | _                        |                 |                 |                 |                 |                 |                 |  |  |
| Other Turnover I tems   |                          |                 |                 |                 |                 |                 |                 |  |  |
| letwork Innovation Competition (NIC) payments received from SO                        | £m nominal               |                 | - 0.1           | - 0.5           | - 7.1           | - ( 1           | 4.0             |  |  |
| egacy Metering Equipment charges<br>Directly Remunerated Services revenue             | £m nominal<br>£m nominal | 5.7<br>58.6     | 9.1             | 8.5<br>71.5     | 7.1<br>17.8     | 6.1<br>17.0     | 21.6            |  |  |
| letwork Asset Secondary Deliverables incentive/penalty                                | £m nominal               | -               | -               |                 | -               | -               | 21.0            |  |  |
| Charging outside the Distribution Services Area (Out of Area Charges)                 | £m nominal               | 14.5            | 16.7            | 19.6            | 20.9            | 22.5            | 21.6            | 111111                                       | 11111  |
| De Minimis Business of the licensee   | £m nominal               | 0.9             | 5.7             | 5.3             | 6.8             | 4.2             | 5.4             | 111111                                       |  |
| Other consented activities  | £m nominal               | -               | -               | -               | -               | -               |                 | deletelete                                   | detelete   |
| Data Services revenue   | £m nominal               | -               | -               | -               | -               | -               |                 |  |  |
| Input description, add additional rows as required                                    | £m nominal               | 79.7            | 00.4            | 101.0           | F2 (            | 40.0            | F2.F            |  |  |
| otal Other Turnover I tems  | £m nominal               | 79.7            | 92.4            | 104.9           | 52.6            | 49.8            | 53.5            |  | 44444  |
| Other adjustments - please list   | _                        |                 |                 |                 |                 |                 |                 |  |  |
| Cable damage income   | £m nominal               | 1.5             | 1.9             | 2.0             | 1.9             | 2.3             | 2.4             | deletel de                                   | al al al al a  |
| Connections - customer funded reinforcement   | £m nominal               | 3.0             | 1.1             | 1.7             | 2.6             | 6.5             | 2.6             | 111111                                       |  |
| Scrap sales   | £m nominal<br>£m nominal | 0.7             | 0.6             | 1.0             | 1.3             | 0.9             | 1.2             |  |  |
| DUOS Funded Innovation Projects FRIC 18 adjustment (customer contributions to income) | £m nominal               | 6.2             | 4.0<br>11.8     | 3.4             | 2.5             | 2.3             | 1.6             |  | THE RESERVE AND ADDRESS OF THE PARTY AND ADDRE |
| Contributions to maintenance (embedded service charges)                               | £m nominal               | 0.3             | 0.5             | -               | -               | -               |                 |  |  |
| ast resort supply payment   | £m nominal               | 0.0             | 0.0             |                 | 0.8             | 0.7             | -               | 77777  | 41111  |
| 2EV SDRC  | £m nominal               |                 |                 |                 | 2.4             | 0.3             | -               | 111111                                       | 11111  |
| PCR 4   | £m nominal               |                 |                 |                 | 0.1             | 0.7             | -               | de de la | 111111   |
| Grant Income  | £m nominal               |                 |                 |                 |                 |                 | 0.3             | 111111                                       | 4444   |
| Other   | £m nominal               |                 |                 |                 |                 | 0.1             | -               | 111111                                       | 4444   |
| Input description]  | £m nominal               |                 |                 |                 |                 |                 |                 | 111111                                       |  |
| Input description]  | £m nominal               |                 |                 |                 |                 |                 |                 |  |  |
| Input description]  | £m nominal<br>£m nominal |                 |                 |                 |                 |                 |                 | ,,,,,,,,                                     |  |
| Input description]<br>Roundings   | £m nominal               |                 |                 |                 |                 |                 |                 |  |  |
| outloings<br>otal other adjustments   | £m nominal               | 18.0            | 19.9            | 10.3            | 11.6            | 13.8            | 8.1             |  |  |
| Description of Askel resource   | £m nominal               | 623.8           | 690.1           | 675.4           | 613.3           | 602.0           | 560.4           | 1111111                                      |  |
| Reconciled total revenue  |                          |                 |                 |                 |                 |                 |                 |  |  |
| Reconciled total revenue<br>Furnover as per Profit and Loss (Accounts)                | £m nominal               | 623.8           | 690.1           | 675.4           | 613.3           | 602.0           | 560.4           | 11111111                                     | 4444   |

|  |  | Actuals<br>2016   | Actuals<br>2017   | Actuals<br>2018  | Actuals<br>2019   | Actuals<br>2020   | Actuals<br>2021   | N/A<br>2022  | N/A<br>202    |
|--|--|---|---|--|---|---|---|--|---------------|
| Total Expenditure Per Accounts   |  |   |   |  |   |   |   | •  |               |
| Tangible Fixed Asset Additions   | £m nominal   | 235.3   | 251.5   | 276.7  | 301.1   | 314.1   | 273.2   | 10000  | الوالوالع     |
| Intangible Asset Additions (under IFRS) - IT Software  | £m nominal   | 12.6  | 12.2  | 11.2   | 12.9  | 14.4  | 7.0   | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,  | الراح الراح   |
| Disposals (cash proceeds)  | £m nominal   | (0.8)   | (0.6)   | -  | -   | -   | -   |  | 777           |
| [If Statutory Accounts treat this as an exceptional item, leave the input blank]   | EIII HOIIIIIai   |   |   |  |   |   |   |  | 777           |
| Customer Contributions Additions   | £m nominal   | (47.3)  | (50.6)  | -  | -   | -   | -   | ,,,,,,,,   | AND RESIDENCE |
| Capitalised interest   | £m nominal   | (0.4)   | (0.4)   | -  | -   | -   | -   | , , , , , , , ,  | ALC: UNKNOWN  |
| Revaluation of tangible fixed assets   | £m nominal   | -   | -   | -  | -   | -   | -   | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,  | AND AND AS    |
| [Input description]  | £m nominal   |   |   |  |   |   |   | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,  | AND REST OF   |
| [Input description]  | £m nominal   |   |   |  |   |   |   | ر او او او او او ا   | _             |
| [Input description]  | £m nominal   | 100 1   |   |  |   |   |   |  |               |
| Capex Incurred   | £m nominal   | 199.4   | 212.2   | 287.9  | 314.0   | 328.5   | 280.2   |  |               |
| Operational Costs Incurred   | £m nominal<br>£m nominal   | 382.4   | 408.5   | 427.4  | 364.2   | 382.3   | 406.8   |  |               |
| [Input description] [Input description]  | £m nominal   |   |   |  |   |   |   | 111111   |               |
| [Input description]  | £m nominal   |   |   |  |   |   |   | 7.7.7.7.7.3  |               |
| Fotal Expenditure Incurred   | £m nominal   | 581.8   | 620.7   | 715.3  | 678.2   | 710.8   | 687.0   |  |               |
|  | Ziii iioiiiiidi  | 301.0   | 020.7   | 710.0  | 070.2   | 710.0   | 007.0   |  |               |
| Reconciling I tems to Total Net costs after non-price control allocations  DNO Own Depreciation  | £m nominal<br>£m nominal   | (154.5)   | (163.1)   | (150.4)  | (95.0)  | (103.2)   | (107.8)   |  | - 4- 4-       |
| ·  | £m nominal   |   | (2.8)   |  |   | (4.6)   | (6.1)   |  |               |
| Amortisation<br>Impairment   | £m nominal   | (0.3)   | (2.8)   | (3.2)  | (3.7)   | (4.0)   | (6.1)   | 1111111  |               |
| Capital contributions amortisation   | £m nominal   | 9.9   | 10.0  | 10.1   | 9.4   | 8.1   | 10.7  | 111111   |               |
| SSE Services Transport Depreciation  | £m nominal   | (1.8)   | (1.0)   | (0.6)  | (0.6)   | (0.5)   | (0.6)   | 111111   | 100           |
| SSE Services IT Depreciation   | £m nominal   | (2.4)   | (1.4)   | (2.2)  | (2.3)   | (3.4)   | (2.1)   |  |               |
| SSE Services Property Depreciation   | £m nominal   | (1.0)   | (1.1)   | (1.2)  | (1.9)   | (1.7)   | (1.7)   |  | 100           |
| SSE Services Property Non-Op Capex   | £m nominal   | 3.1   | 1.3   | 1.2  | 1.4   | 0.6   | 0.6   | 1111111  | 100           |
| SSE Services Transport Non-Op Capex  | £m nominal   | 1.4   | (0.0)   | 0.5  | 0.3   | 0.4   | 0.5   | erere.   | 110           |
| Pension Services Adjustment (Non - Cash)   | £m nominal   | (3.2)   | (1.4)   | (4.3)  | (1.2)   | (4.7)   | (3.1)   | 100000   | 776           |
| Grants and P&L on disposal   | £m nominal   | -   | -   | 0.6  | (0.2)   | (0.0)   | (1.1)   | The second secon | 000           |
| Revenue Items  | £m nominal   | -   | -   | (61.7)   | (79.9)  | (88.7)  | (51.8)  | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,  | 700           |
| IFRIC 18 for connections   | £m nominal   | -   | -   | 46.6   | -   | -   | -   | 100000   | 700           |
| Connections Assets Under Construction WIP reclassification   | £m nominal   | -   | -   | (42.4)   | (73.0)  | (62.2)  | (42.1)  | 100000   | 700           |
| Cable damage cost recoveries   | £m nominal   | (1.5)   | (1.9)   | -  | -   |   | ,   | ا و او او او او ا  | 200           |
| IFRIC 18 for customer contribution additions   | £m nominal   | -   | (11.8)  | -  | -   | -   |   | 100000   | 400           |
| Other Operating Income   | £m nominal   | -   | 0.3   | -  | -   |   |   | راو او او او او او ا   | واواح         |
| Connections IFRS 15 Adj  | £m nominal   |   |   |  | 73.7  | 82.2  | 44.9  | 100000   | و او او       |
| IFRS 16 Adj  | £m nominal   |   |   |  |   | 0.1   |   |  | و او او       |
| Supplier of last resort  | £m nominal<br>£m nominal   |   |   |  |   | (0.7)   | (1.5)   |  |               |
|  |  |   |   |  |   |   |   | (ddddda)   |               |
| Total Reconciling I tems   | £m nominal   | (150.3)   | (172.9)   | (209.8)  | (173.0)   | (178.2)   | (161.3)   | 12242  |               |
| -  | £m nominal   | ,   |   |  |   |   |   |  |               |
| Fotal Net costs after non-price control allocations  | £m nominal<br>£m nominal<br>£m nominal   | 431.5<br>431.4  | 447.8<br>448.1  | 505.5<br>505.3   | 505.2<br>504.9  | <b>532.6</b> 532.5  | <b>525.7</b> 525.9  |  |               |
| Fotal Net costs after non-price control allocations Fotal Costs per latest RRP submission  | £m nominal<br>£m nominal   | 431.5   | 447.8   | 505.5  | 505.2   | 532.6   | 525.7   | 1.1.1.1.1.1  | 44            |
| Total Net costs after non-price control allocations Total Costs per latest RRP submission Reconciling I tems to Totex  | £m nominal<br>£m nominal<br>£m nominal<br>check  | 431.5<br>431.4<br>OK  | 447.8<br>448.1<br>OK  | 505.5<br>505.3<br>OK   | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK  | <b>525.7</b><br>525.9<br>OK   | N/A  | 111           |
| Total Net costs after non-price control allocations  Total Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA)  | £m nominal £m nominal £m nominal check   | 431.5<br>431.4<br>OK  | 447.8<br>448.1<br>OK  | 505.5<br>505.3<br>OK   | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK  | 525.7<br>525.9<br>OK  | N/A  | 77            |
| Total Net costs after non-price control allocations otal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA)  Network Innovation Competition (NIC)  | £m nominal  £m nominal  £m nominal  check  £m nominal  £m nominal  | 431.5<br>431.4<br>OK  | 447.8<br>448.1<br>OK  | 505.5<br>505.3<br>OK   | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK  | <b>525.7</b><br>525.9<br>OK   | N/A  |               |
| Total Net costs after non-price control allocations fotal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA)  Network Innovation Competition (NIC)  IFI & Low Carbon Network Fund  | £m nominal £m nominal £m nominal check  £m nominal £m nominal £m nominal   | 431.5<br>431.4<br>OK  | 447.8<br>448.1<br>OK  | 505.5<br>505.3<br>OK   | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK  | 525.7<br>525.9<br>OK<br>2.0<br>1.6  | N/A  |               |
| Total Net costs after non-price control allocations otal Costs per latest RRP submission  Reconciling I tems to Totex Network Innovation Allowance (NIA) Network Innovation Competition (NIC)  | £m nominal  £m nominal  £m nominal  check  £m nominal  £m nominal  | 431.5<br>431.4<br>OK  | 447.8<br>448.1<br>OK  | 505.5<br>505.3<br>OK   | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK  | 525.7<br>525.9<br>OK  | N/A  |               |
| Cotal Net costs after non-price control allocations otal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis  | £m nominal £m nominal £m nominal check  £m nominal £m nominal £m nominal £m nominal  | 431.5<br>431.4<br>OK  | 2.0<br>-<br>4.5<br>12.9   | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4  | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-   | 532.6<br>532.5<br>OK  | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-   | N/A  |               |
| Total Net costs after non-price control allocations otal Costs per latest RRP submission  Reconciling I tems to Totex Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services  | £m nominal £m nominal £m nominal check  £m nominal £m nominal £m nominal £m nominal £m nominal   | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9  | 2.0<br>-<br>4.5<br>12.9<br>5.7  | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3   | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8  | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2  | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4  | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control  | £m nominal £m nominal £m nominal check  £m nominal   | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8                                     | 2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9   | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3  | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9   | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7   | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3   | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through  | £m nominal £m nominal £m nominal check  £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6                | 447.8<br>448.1<br>OK<br>2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3                                | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-                               | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-                                      | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3                              | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3   | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs   | £m nominal £m nominal £m nominal check  £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5        | 447.8<br>448.1<br>OK<br>2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5                        | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2                                    | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1                      | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9                      | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br><br>13.3<br>5.4<br>5.3<br>26.0  | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through  | £m nominal £m nominal £m nominal check  £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6                 | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>4 5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2               | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin   | £m nominal £m nominal £m nominal check  £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5        | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7           | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2                                    | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
| otal Net costs after non-price control allocations otal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin Other   | Em nominal Em nominal Em nominal check  Em nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6                 | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
| cotal Net costs after non-price control allocations cotal Costs per latest RRP submission  econciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin Other [Input description]   | £m nominal £m nominal £m nominal check  £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7           | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
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| Fotal Net costs after non-price control allocations  Fotal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA)  Network Innovation Competition (NIC)  IFI & Low Carbon Network Fund  Directly remunerated services  De Minimis  Connection costs outside of the price control  Out of Area Networks  Atypicals Non Sev Weather (Non Price Control)  Pass through  Other Non Activity Based Costs  Sale proceeds from scrap  Related Party Margin  Other  [Input description]  | £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7           | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
| Fotal Net costs after non-price control allocations  Fotal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin Other [Input description]   | Em nominal Em nominal Em nominal Em nominal check  Em nominal                           | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7           | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
| Total Net costs after non-price control allocations  Total Costs per latest RRP submission  Reconciling Items to Totex  Network Innovation Allowance (NIA)  Network Innovation Competition (NIC)  IFI & Low Carbon Network Fund  Directly remunerated services  De Minimis  Connection costs outside of the price control  Out of Area Networks  Atypicals Non Sev Weather (Non Price Control)  Pass through  Other Non Activity Based Costs  Sale proceeds from scrap  Related Party Margin  Other  [Input description]   | £m nominal  | 431.5<br>431.4<br>OK<br>2.3<br>-<br>6.9<br>15.1<br>0.9<br>3.8<br>23.6<br>-<br>66.6<br>28.5<br>0.8 | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7           | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0        | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3               | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9               | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5          | N/A  |               |
| Total Net costs after non-price control allocations Total Costs per latest RRP submission  Reconciling Items to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin Other [Input description] | £m nominal | 431.5<br>431.4<br>OK<br>2.3<br>   | 447.8<br>448.1<br>OK<br>2.0<br><br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7<br>(0.2)  | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0<br>2.2 | 505.2<br>504.9<br>OK<br>1.6<br>2.5<br>-<br>19.6<br>6.8<br>5.9<br>27.2<br>-<br>63.2<br>28.1<br>1.3<br>1.8<br>0.4 | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9<br>1.0<br>0.2 | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5<br>(0.1) | N/A  |               |
| Fotal Net costs after non-price control allocations  Fotal Costs per latest RRP submission  Reconciling I tems to Totex  Network Innovation Allowance (NIA) Network Innovation Competition (NIC) IFI & Low Carbon Network Fund Directly remunerated services De Minimis Connection costs outside of the price control Out of Area Networks Atypicals Non Sev Weather (Non Price Control) Pass through Other Non Activity Based Costs Sale proceeds from scrap Related Party Margin Other [Input description]   | Em nominal Em nominal Em nominal Em nominal check  Em nominal     | 431.5<br>431.4<br>OK  2.3   | 447.8<br>448.1<br>OK<br>2.0<br>-<br>4.5<br>12.9<br>5.7<br>4.9<br>13.5<br>1.3<br>65.3<br>26.5<br>0.6<br>2.7<br>(0.2) | 505.5<br>505.3<br>OK<br>1.3<br>0.0<br>2.4<br>15.4<br>5.3<br>1.3<br>27.2<br>-<br>62.5<br>27.1<br>1.0<br>2.2 | 505.2<br>504.9<br>OK  | 532.6<br>532.5<br>OK<br>1.4<br>2.6<br>-<br>19.2<br>4.2<br>1.7<br>26.6<br>-<br>63.3<br>23.9<br>0.9<br>1.0        | 525.7<br>525.9<br>OK<br>2.0<br>1.6<br>-<br>13.3<br>5.4<br>5.3<br>26.0<br>-<br>70.7<br>19.1<br>1.2<br>0.5<br>(0.1) | N/A  |               |

Navigate

| The state of the   | Latest Totes actuals/forecast  Latest Totes actuals/forecast Totes allowance Including allowed adjustments and uncertainty mechanisms Totes out/under) performance Em 12/1  Funding Adjustment Rate (often referred to as "sharing factor")  Customer share of out/under) performance Em 12/1  Enduring Value adjustments to Totex performance  Em 12/2  Enduring Value adjustments to Totex performance  Em 12/2  Enduring Value adjustments Em 12/1  Foreign Value adjustments Em 12/1  Enduring Value adjustments Em 12/1  Enduring Value adjustments  Em 12/1  Total enduring value adjustments  Em 12/1  Total enduring value adjustments  Em 12/1  Total enduring Value adjustments  Em 12/1  Foreign Value Customer share of performance Em 12/1  Foreign Value Customer share of performance Em 12/1  Foreign Value Customer share of performance Em 12/1  Total enduring Value Enduring Value adjustments;  Customer share of performance  Foreign Value Customer share of performance Em 12/1  Foreign Value Customer share of performance  Foreign Value C | 3 2 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3  | 18.6<br>24.1<br>18.6<br>24.1                                 | 284.6<br>314.3<br>29.8<br>43.53%<br>13.0<br>16.8<br>13.0<br>16.8<br>29.8 | 320.1<br>304.1<br>(16.0)<br>43.53%<br>(7.0)<br>(9.0)<br>(7.0)<br>(9.0)<br>(16.0) | 299.5<br>307.0<br>7.5<br>43.53%<br>3.3<br>4.2<br>3.3<br>4.2<br>7.5 | 326.3<br>274.6<br>(51.7)<br>43.53%<br>(22.5)<br>(29.2)<br>(22.5)<br>(29.2)<br>(51.7)   | 316.7<br>281.3<br>(35.4)<br>43.53%<br>(15.4)<br>(20.0)<br>(15.4)<br>(20.0)<br>(35.4) | 308.8<br>283.8<br>(25.0)<br>43.53%<br>(10.9)<br>(14.1)<br>(10.9)<br>(14.1)<br>(10.9)<br>(14.1) | 303.4<br>276.6<br>(26.8)<br>43.53%<br>(11.7)<br>(15.1)             | 1,812.0<br>1,788.9<br>(23.1)<br>(10.1)<br>(13.1)<br> | 2,424.2<br>2,349.3<br>(74.9)<br>(32.6)<br>(42.3) | Commentary  |
|--|--|--|--|--|--|--|--|--|--|--|--|--|-------------|
| March   Marc   | Latest Totex actuals/forecast Totex allowance Including allowed adjustments and uncertainty mechanisms Totex out (under) performance Enduring Alloustment (see (often referred to as "sharing factor")  Funding Adjustment (see (often referred to as "sharing factor")  Customer share of out (under) performance Enduring Value adjustments to Totex performance [Enduring Value adjustment] [Enduring V | 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3  | 18.6<br>24.1<br>18.6<br>24.1<br>18.6<br>24.1<br>18.6<br>24.1 | 13.0<br>10.8<br>29.8   | (7.0)<br>(9.0)<br>(16.0)   | 307.0 7.5 43.53% 3.3 4.2   | (22.5)<br>(22.5)<br>(29.2)<br>(22.5)<br>(29.2)<br>(51.7)                               | 281.3<br>(35.4)<br>43.53%<br>(15.4)<br>(20.0)<br>(15.4)<br>(20.0)<br>(35.4)          | 283.8<br>(25.0)<br>43.53%<br>(10.9)<br>(14.1)<br>(10.9)<br>(14.1)<br>(25.0)                    | (11.7)<br>(15.1)<br>(15.1)<br>(15.1)                               | 1,788.9 (23.1) (10.1) (13.1)                         | 2,349,3<br>(74,9)<br>(32,6)<br>(42,3)            |             |
| The content of the    | including allowed adjustments and uncertainty mechanisms  Totex out(under) performance  Funding Adjustment Rate (often referred to as 'sharing factor')  Customer share of out(under) performance  Em 127  Enduring Value adjustments to Totex performance  [Enduring Value adjustment]  Total enduring value adjustments  Enduring Value adjustment]  Total enduring value adjustments  Enduring Value adjustment  Total out(under) performance  Em 127  Total out(under) performance (including enduring value adjustments)  Customer share of performance (including enduring value adjustments)  Customer share of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of performance (including enduring value adjustments)  Value of the control of the cont | 3 43 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3   | 42.7<br>18.6<br>24.1<br>18.6<br>24.1<br>42.7                 | 29.8<br>43.53%<br>13.0<br>16.8<br>13.0<br>16.8<br>29.8                   | (7.0)<br>(7.0)<br>(9.0)<br>(7.0)<br>(9.0)<br>(16.0)                              | 7.5 43.53% 3.3 4.2 3.3 4.2 7.5                                     | (22.5)<br>(22.5)<br>(29.2)<br>(22.5)<br>(29.2)<br>(21.5)<br>(22.5)<br>(29.2)<br>(51.7) | (35.4)<br>43.53%<br>(15.4)<br>(20.0)<br>(15.4)<br>(20.0)<br>(35.4)                   | (25.0)<br>43.53%<br>(10.9)<br>(14.1)<br>(10.9)<br>(14.1)<br>(25.0)                             | (26.8)<br>43.53%<br>(11.7)<br>(15.1)<br>(11.7)<br>(15.1)<br>(26.8) | (23.1) (10.1) (13.1)                                 | (32.6)<br>(42.3)                                 |             |
| Process   Proc   | Customer share of out(under) performance  Enduring Value adjustments to Totex performance  [Enduring Value adjustment]  [Enduring Value (Customer share of performance)  [Enduring Value (Customer share)  [Enduring Value (Customer sh | 3  | 18.6<br>24.1<br>18.6<br>24.1<br>42.7                         | 13.0<br>16.8   | (7.0)<br>(9.0)<br>(7.0)<br>(9.0)<br>(16.0)                                       | 3.3<br>4.2<br>3.3<br>4.2<br>7.5                                    | (22.5)<br>(29.2)<br>(29.2)<br>(22.5)<br>(29.2)<br>(51.7)                               | (15.4)<br>(20.0)<br>(15.4)<br>(20.0)<br>(35.4)                                       | (10.9)<br>(14.1)   | (11.7)<br>(15.1)   | (13.1)   | (42.3)   |             |
| Part      | Enduring Value adjustments to Totex performance  [Enduring Value adjustment] [Enduring Value adjustments [Em 12/1] [Enduring Value (NWO share of performance [Em 12/1] [Enduring Value (NWO share of performance [Including enduring value adjustments] [Em 12/1] [Enduring Value (NWO share of performance [Including enduring value adjustments] [Em 12/1] [Em 12/2] [Em 12/ | 3  | 18.6 24.1 42.7   | 13.0 16.8 29.8   | (70) (9.0) (9.0) (16.0)  | 3.3 4.2 7.5  | (22.5) (29.2) (51.7)   | (15.4)<br>(20.0)<br>(35.4)   | (10.9)<br>(14.1)<br>(25.0)   | (11.7) (15.1) (26.8)   |  | (32.6)   |             |
| The content of the    | c [Enduring Value adjustment] [Enduring Value adjustment] [Enduring Value adjustment] [Enduring Value adjustment] [Enduring Value Customer share of performance Enduring Value. NWO share of performance NWO share of performance Total  Latest Totex hictuals/cliecast Line light and latest light produce and latest sharing facility.  Latest Totex hictuals/cliecast Line light and latest light produce and latest sharing facility.  Latest Totex hictuals/cliecast Line light and latest light produce and latest sharing facility.  Line light and latest light produce and latest sharing facility.  Line light and latest light produce and latest sharing facility.  Line light and latest light produce and latest produce and latest sharing facility.  Line light and latest light produce and latest produce and latest produced latest latest produced latest latest produced latest latest latest produced latest late | ### 1971   264.5   264.5   265 |  |  |  |  |  |  |  |  |  |  |             |
| Process   Control   Cont   | Fenduring Value adjustments  | 3  | 24.1 42.7  | 16.8   | (9.0)<br>(16.0)  | 4.2<br>7.5   | (29.2)<br>(51.7)   | (20.0)<br>(35.4)   | (14.1)<br>(25.0)   | (15.1)<br>(26.8)   | (13.1)   | (42.3)   |             |
| Control   Cont   | Em 12/1  Total out(under) performance (including enduring value adjustments)  Customer share of performance  NWO share of performance  Total  Latest Total situals/forecast  Total customer share of performance  Fire 12/1  Total customer share of performance  Fire 12/1  Total customer share of performance  Fire 12/1  Total customer share of out(under) performance  Fire 12/1  Customer share of out(under) performance  Fire 12/1  Customer share of out(under) performance  Fire 12/1  Enduring Value adjustments to fotes performance  Fire 12/1  Enduring Value adjustments to fotes performance  Fire 12/1  Fir | 3  | 24.1 42.7  | 16.8   | (9.0)<br>(16.0)  | 4.2<br>7.5   | (29.2)<br>(51.7)   | (20.0)<br>(35.4)   | (14.1)<br>(25.0)   | (15.1)<br>(26.8)   | (13.1)   | (42.3)   |             |
| The control of the    | Customer share of performance  Total  Total  Total  Fin 12/1  Total  Lates Tridex actuals/ridecast  Fin 12/1  Total subjects actuals/ridecast  Fin 12/1  Total subjects actuals/ridecast  Finding allowar scills intensit sead unougalnty-mochanisms  Fin 12/1  Founding adlowar scills intensit sead unougalnty-mochanisms  Customer share of out(under) performance  Fin 12/1  Founding adlowar scills intensit sead unougalnty-mochanisms  Fin 12/1  Founding Avalue adjustments to totex performance  Fin 12/1  Fin | 3  | 24.1 42.7  | 16.8   | (9.0)<br>(16.0)  | 4.2<br>7.5   | (29.2)<br>(51.7)   | (20.0)<br>(35.4)   | (14.1)<br>(25.0)   | (15.1)<br>(26.8)   | (13.1)   | (42.3)   |             |
| Process   Proc   | Latest Totex Sections   Tem   271   Totex delicitions allowed sejectments and uncertainty mechanisms   Em   271   Totex out (under) performance   Em   271   Funding Adjustment Rate (often effected to as shoring factor)   % Customer share of out (under) performance   Em   271  | 3  | 1,62%  | 43.53%   | 43.53%   | -43-63%  | -43-53%  | -43.53%  | - 43.53%   | 43,53%   |  |  |             |
| Company   Comp   | Indicate a continuation of the continuation of | 3  | 1.53%  | 43.53%   | 43.53%   | 43-53%   | -43-53%  | 43.53%   | 48,58%   | 43.53%   |  |  | 11111111111 |
| The property of the property   | - Eugling Adjustment Rate (often enterred to as 'sharing factor') - %  Customer share of out(under) performance  | 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3  | 55%  | 43.53%   | 43.53%   | -43.53%  | -43-53%  | - 43.53%   | 43.53%   | 43.53%   |  |  |             |
| Author of an above to 5 the set of the set   | Reducting Value adjustments to Totax performance   Em 12/1   | 3  |  |  |  |  |  | والمراجع أتواته  |  |  |  |  |             |
| Part      | a [Enduring Value adjustment]  | 3  |  |  |  |  |  |  |  |  |  |  |             |
| Part      | e [Enduring Value adjustment]  | 3  |  |  | 9000   |  |  |  |  |  |  |  |             |
| Control   Cont   | Enduring Value: Customer share of performance Em 12/1 Enduring Value: NWO share of performance Em 12/1  Total qut (under) performance (including enduring value adjustments: Em 12/1  WWO share of performance Em 2/1  Total out (under) performance (including enduring value adjustments)  Customer share of performance (including enduring value adjustments)  Customer share of performance (including enduring value adjustments)  Customer share of performance Em 12/1  Total Out (under) performance Em 12/1  Total Out (under) performance Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IOI Additional Income per PCFM Corporation tax rate when recognised in allowed revenue % Post tax Em 12/1  Em Nominal  Financial Year Average RPI (RPIt) Index  Totex  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out (under) performance  Funding Adjustment Rate (often referred to as 'sharing factor') %   | 3  |  |  |  |  |  |  |  |  |  |  |             |
| Foot   Contract   Co   | Total out (under) performance (including enduring value adjustments).  Fin 12/1  NWO share of performance — Fem 12/2  Totex Summary  Total out (under) performance (including enduring value adjustments) Customer share of performance (Em 12/1  NWO share of performance — Em 12/1  Total Out (under) performance — Em 12/2  IQI Additional Income — Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IQI Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IQI Additional Income per PCFM — Em 12/1  Corporation tax rate when recognised in allowed revenue — % Post tax — Em 12/1  Em Nominal  Financial Year Average RPI (RPIt) — Index  Totex  Latest Totex actuals/forecast — Em noming forecast allowed adjustments and uncertainty mechanisms — Em noming forecast allowed adjustments and uncertainty mechanisms — Em noming forecast allowed adjustments and uncertainty mechanisms — Em noming forecast  | ,,,,,  |  |  |  |  |  |  |  |  |  |  |             |
| This assertion   This is a processor (including enduring value all purposes)   This is a processor (including enduring value all purposes of processor (including enduring enduring enduring value all purposes of processor (including enduring enduring enduring enduring enduring enduring enduring value all purposes of processor (including enduring value all purposes of processor (   | Total out (under) performance (including enduring value adjustments) Customer share of performance NWO share of performance Total  I QI Additional Income Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IQI Additional Income per PCFM Corporation tax rate when recognised in allowed revenue Post tax  Em 12/1  Em 12/1  Em 12/1  Em 12/1  Em 12/1  Em 12/1  Em Nominal  Financial Year Average RPI (RPIt)  Index  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  %   | 3 .  |  | #  |  |  |  |  |  |  |  |  |             |
| The following dependence   The 1971   18.6   10.0   10.0   3.3   62.25   10.0   | Customer share of performance NWO share of performance Total  IQI Additional Income Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IQI Additional Income per PCFM Corporation tax rate when recognised in allowed revenue Post tax  Em 12/1  Em Nominal  Financial Year Average RPI (RPIt)  Index  Totex  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  %   | 13   |  | -//-//-//-   |  |  | -/-/-/-  | ./-/-/-/-  |  |  |  |  |             |
| Total Additional Income   In   | I QI Additional Income Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IOI Additional Income per PCFM Corporation tax rate when recognised in allowed revenue Post tax  Em 12/1  Em Nominal  Financial Year Average RPI (RPIt)  Index  Latest Totex actuals/forecast Totex allowance Including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  %   | 3  | 24.1   | 16.8   | (9.0)  | 4.2  | (29.2)   | (20.0)   | (14.1)   | (15.1)   | (13.1)   | (42.3)   |             |
| Additional forces on Problem of an illustration of Section 1992   1.0    | Additional Income is Pre-tax for Fast Track companies and Post-tax for Slow Track.  IQI Additional Income per PCFM Corporation tax rate when recognised in allowed revenue Post tax  Em 12/1  Em Nominal  Financial Year Average RPI (RPIt)  Index  Totex  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  %   | 13 4   | 42.7   | 29.8   | (16.0)   | 7.5  | (51.7)   | (35.4)   | (25.0)   | (26.8)   | (23.1)   | (74.9)   |             |
| Fire Normanic   Fire Normani   | Em Nominal  Financial Year Average RPI (RPIt)  Totex  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  Em 12/1  Index  Em nomin   | 3  |  |  |  |  |  |  |  |  | 2.1  | 2.7  |             |
| Provided Year Average RPF (0PT)  | Financial Year Average RPI (RPIt)  Totex  Latest Totex actuals/forecast Totex allowance Including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  Mexical Service Servic | 3  |  |  |  |  |  |  |  |  | 2.1  | 2.7  |             |
| Total   Control   Contro   | Totex  Latest Totex actuals/forecast Totex allowance including forecast allowed adjustments and uncertainty mechanisms Totex out(under)performance  Funding Adjustment Rate (often referred to as 'sharing factor')  %   |  |  |  |  |  |  |  |  |  |  |  |             |
| Total allowance and selection of control and s | Totex allowance including forecast allowed adjustments and uncertainty mechanisms  Totex out(under)performance £m noming  Funding Adjustment Rate (often referred to as 'sharing factor') %  |  | 1.060  | 1.083  | 1.124  | 1.158  | 1.188  | 1.202  | 1.234  | 1.272  |  |  |             |
| Total confurnation (Circularing Value adjustments)  Fluid and Adjustments for Total confurnation (Circularing Value adjustments)  Fluid and public confurnat | Totex out(under)performance £m noming  Funding Adjustment Rate (often referred to as 'sharing factor') %   |  |  |  |  |  |  |  |  |  |  |  |             |
| Most share of performance   Emission   25 c   18 2   10 2   4 9   (347)   (240)   (174)   (19.0)   (20.2)   (56.8)   |  |  |  |  |  |  |  |  |  |  | (35.7)   | (100.7)  |             |
| Enduring Value adjustment    Em nominal  |  |  |  |  |  |  |  |  |  |  |  |  |             |
| Enduring Value adjustment  Em nominal Em n   | a [Enduring Value adjustment] £m nomli<br>b [Enduring Value adjustment] £m nomli   |  | -  | -  | -  | -  | -  | -  | -  | -  | -  | -  |             |
| Total enduring value adjustments Enduring Value: Customer share of performance Enduring Value: W/O share of performance Customer share of performance Em nominal  19.7   14.0   (7.8)   3.8   (26.8)   (18.5)   (13.4)   (14.8)   (15.0)   (43.8)   Em nominal  25.6   18.2   (10.2)   4.9   (3.7)   (24.0)   (7.14)   (19.3)   (20.2)   (56.8)   Em nominal  10.1   10.1   10.2   10.2   10.3   (10.2)   10.3   (10.2)   (10.2)   (10.2)   (10.2)   Em nominal  10.1   10.2   10.2   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   Em nominal  10.2   10.2   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   Em nominal  10.2   10.2   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   Em nominal  10.2   10.2   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   (10.2)   Em nominal  10.3   10.3   10.3   (10.2)  | d [Enduring Value adjustment]  | nal<br>nal   | -  | -  | -  | -  | -  | -  | -  | -  | -  | -  |             |
| Total out(under) performance (including enduring value adjustments)  Customer share of performance  Em nominal  19.7 14.0 (7.8) 3.8 (26.8) (18.5) (13.4) (14.9) (15.0) (43.8)  W/O share of performance  Em nominal  25.6 18.2 (10.2) 4.9 (34.7) (24.0) (17.4) (19.3) (20.2) (56.8)  Total  Life of Drow size of State of Stat | Total enduring value adjustments £m nomli  Enduring Value: Customer share of performance £m nomli  | nal  | -  | -  | -  | -  | -  | -  | -  | -  | -  | -  |             |
| NVO share of performance   | Total out(under) performance (including enduring value adjustments)  |  | 19.7   | 14.0   | (7.8)  | 3.8  | (26.8)   | (18.5)   | (13.4)   | (14.8)   | (15.6)   | (43.8)   |             |
| Latest Totos actuals/forecast forex allowered disconnection of the control of the | NWO share of performance £m noming Total £m noming £m no | nal  | 25.6   | 18.2   | (10.2)   | 4.9  | (34.7)   | (24.0)   | (17.4)   | (19.3)   | (20.2)   | (56.8)   |             |
| Funding Adjustment Rate (often referred to as 'sharing factor')  % 43.53 | Latest Totex actuals/forecast £m nomb  |  | 545  |  |  |  | 777  |  |  |  |  | -/-/-/-  |             |
| Suskoner share of performance  | - Fotex out(under)performance Em non h   | nal-   | 111  | 111  | ////   |  | 111  | 1111   |  |  |  |  |             |
| Enduring Value adjustments to Totax bendmance  En nominal  En nominal  Enduring Value adjustment  Enduring Value adjustment  En nominal  Enduring Value adjustment  Enduring Value adjustment  En nominal  Total enduring value adjustments  En nominal  Enduring Value Customer share of performance  Enduring Value of performance  Enduring Value of performance  En nominal  Customer share of performance  En nominal  En nominal  En nominal  Enduring Value of performance  En nominal  Customer share of performance  En nominal   | - Gustomer share of out (under) perfermance Em nome  | nal-   |  | 1000   |  | ~~~~   | ,,,,,  | ~~~  | 43.53%   |  |  |  |             |
| c [Enduring Value adjustment]  | Enduring Value adjustments to Tolex periorinance a - Enduring Value adjustment En rome   | nat  |  |  |  |  |  |  |  |  |  |  |             |
| f [Enduring Value adjustment]  Total enduring value adjustments  Enduring Value: Customer share of performance  Enduring Value: NIVO share of performance  Enduring Value: NIVO performance (including enduring Valueradjustments)  Customer share of performance  En nominal  | c (Enduring Value adjustment) £m nomi<br>d Tenduring Value adjustment) £m nomi<br>e Enduring Value adjustment £m nomik   | nal<br>nal   |  |  |  |  |  |  |  |  |  |  |             |
| Enduring Value: NW/O share of performance  Em nominal  Total out (under) performance (including enduring value adjustments)  Customer share of performance.  En nominal  | f [Enduring Value adjustment] Em nomi<br>Total enduring value adjustments Em nomi  | nal  |  |  |  |  |  |  |  | <i>!!!</i>   |  |  |             |
| Customer share of performance.   | Enduring Value: NWO share of performance Em nomin  | nal  | 111  |  |  |  |  |  |  |  |  |  |             |
| NWO share of performance Em nominal Fotal  | Customer share of performance from nomin   | See an effort to the Machiner St.  - 1973 -  |  |  |  |  |  |  |  |  |  |  |             |
| Totex Summary  Total out(under) performance (including enduring value adjustments)   | Total out(under) performance (including enduring value adjustments)  |  |  |  |  |  |  |  |  |  |  |  |             |
| Customer share of performance Em nominal 19.7 14.0 (7.8) 3.8 (26.8) (18.5) (13.4) (14.8) (15.6) (43.8)   | Customer share of performance £m noming NWO share of performance £m noming Total £m noming £m no | nal  | 19.7<br>25.6<br><b>45.3</b>                                  | 14.0<br>18.2<br>32.3   | (7.8)<br>(10.2)<br>(18.0)  | 3.8<br>4.9<br>8.7  | (26.8)<br>(34.7)<br>(61.5)   | (18.5)<br>(24.0)<br>(42.5)   | (13.4)<br>(17.4)<br>(30.8)   | (14.8)<br>(19.3)<br>(34.1)   | (15.6)<br>(20.2)<br>(35.7)                           | (43.8)<br>(56.8)<br>(100.7)                      |             |

| <b>R6</b> - In | novation |
|----------------|----------|
| SSES           |          |
| 2021           |          |

| Navigate |
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|   |            | Actuals | Actuals | Actuals | Actuals | Actuals | Actuals | Forecast | Forecast |
|---|------------|---------|---------|---------|---------|---------|---------|----------|----------|
|   |            | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022     | 2023     |
| Network Innovation Allowance  |            |         |         |         |         |         |         |          |          |
| Eligible NIA expenditure and Bid Preparation costs                                | £m nominal | 2.0     | 1.8     | 1.2     | 1.5     | 1.3     | 1.8     | 1.6      | 1.6      |
| Unrecoverable Expenditure (eg not conforming to technical requirements)           | £m nominal | -       | -       | -       | -       | -       | -       | -        | -        |
| Company Compulsory Contribution (including % contribution funded by licensee)     | £m nominal | 0.2     | 0.2     | 0.1     | 0.1     | 0.1     | 0.2     | 0.2      | 0.2      |
| Allowed NIA adjustment  | £m nominal | 1.8     | 1.6     | 1.1     | 1.3     | 1.2     | 1.6     | 1.4      | 1.4      |
| ow Carbon Networks Fund Second Tier and Discretionary (as per latest Revenue RRP) | £m nominal | 2.1     | 0.1     | 0.3     | 0.9     | 0.1     | (0.3)   | 0.5      | 0.5      |
| First Tier Funding Mechanism (as per latest Revenue RRP)                          | £m nominal | -       | -       | -       | -       | -       | -       |          |          |
| ow Carbon Networks Fund revenue adjustment  | £m nominal | 2.1     | 0.1     | 0.3     | 0.9     | 0.1     | (0.3)   | 0.5      | 0.5      |
| Network Innovation Competition  |            |         |         |         |         |         |         |          |          |
| Awarded NIC funding actually spent or forecast to be spent                        | £m nominal | -       | -       | -       | -       | -       | -       | -        | -        |
| Company Compulsory Contribution (including % contribution funded by licensee)     | £m nominal | -       | -       | -       | -       | -       | -       | -        | -        |
| Successful Delivery Rewards   | £m nominal | -       | -       | 0.4     | 2.4     | -       | -       | -        | -        |
|   |            |         |         |         |         |         |         |          |          |
| RORE Inputs   |            |         |         |         |         |         |         |          |          |
| Network innovation  | £m 12/13   | 0.2     | 0.2     | (0.3)   | (1.9)   | 0.1     | 0.1     | 0.1      | 0.1      |



|   |                             |                |                     |                     |                     |                     |                     |               |               |            | · · · · · · · · · · · · · · · · · · · |
|---|-----------------------------|----------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------|---------------|------------|---------------------------------------|
|   |                             | Actuals        | Actuals             | Actuals             | Actuals             | Actuals             | Actuals             | Forecast      | Forecast      | Cumulative | RIIO-1                                |
|   |                             | 2016           | 2017                | 2018                | 2019                | 2020                | 2021                | 2022          | 2023          | to 2021    | period                                |
| Net Interest Per Statutory Accounts   | £m nominal                  | 41.2           | 61.7                | 70.1                | 72.7                | 71.9                | 74.1                | 80.3          | 79.7          |            |                                       |
| Reconciliation with Statutory Accounts  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Interest not qualifying for corporation tax relief Fair value adjustments (e.g. losses on derivatives)  | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Dividends on preference shares  | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Costs of early redemption on long term debt<br>Swap Termination Costs paid  | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Movements relating to pension fund liabilities reported within net interest   | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Debt issuance expenses (inc. amortisation to discounts that had previously benefitted from a tax deduction<br>Commitment fees for undrawn liquidity backup lines  | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Add back capitalised interest   | £m nominal                  | 0.4            | 0.4                 | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Add back other interest receivable (gain passed through from pic)     Other adjustment (Ouspurite)  | £m nominal                  | 21.9           | 1.6                 | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Other adjustment (Overwrite)     Other adjustment (Overwrite)   | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| 5. Other adjustment (Overwrite)   | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Other adjustment (Overwrite)     Other adjustment (Overwrite)   | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| 8. Other adjustment (Overwrite)   | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   | -             | -             |            |                                       |
| Other adjustment (Overwrite)  Net Interest Per Regulatory (RIIO-1) Definition   | £m nominal<br>£m nominal    | 63.4           | 63.7                | 70.1                | 72.7                | 71.9                | 74.1                | 80.3          | 79.7          |            |                                       |
| Forecast new financing/refinancing Net Interest costs   | £m nominal                  |                |                     | 47 67 67 67         | S S S S             | والتواقع القوالي    |                     | -             | 4.8           |            |                                       |
| Net Interest including forecast new financing/refinancing costs  External Net Interest  | £m nominal<br>£m nominal    | 63.4<br>41.6   | <b>63.7</b><br>42.9 | <b>70.1</b><br>45.0 | <b>72.7</b><br>44.4 | <b>71.9</b><br>43.4 | <b>74.1</b><br>42.2 | 80.3<br>44.1  | 84.5<br>43.5  |            |                                       |
| Intra-company Net Interest  | £m nominal                  | 21.8           | 20.7                | 25.1                | 28.3                | 28.4                | 31.9                | 36.2          | 41.0          |            |                                       |
|   |                             | OK             | OK                  | OK                  | OK                  | OK                  | OK                  | OK            | OK            |            |                                       |
| Memo: Net interest (RIIO-1) Definition that relates to non-cash principal inflation accretion on bonds and loan:  | £m nominal                  | 1.3            | 3.0                 | 4.7                 | 4.0                 | 2.8                 | 1.6                 | 3.4           | 2.8           |            |                                       |
| Less inflation in interest charge   | £m nominal                  | 14.7           | 31.1                | 57.8                | 51.2                | 47.2                | 23.5                | 51.9          | 55.7          |            |                                       |
| Assumed Regulatory finance cost at actual gearing   | £m nominal                  | 48.7           | 32.5                | 12.3                | 21.5                | 24.6                | 50.7                | 28.4          |               |            |                                       |
| Financial Year Average RPI (RPIt)   | Index                       | 1.060          | 1.083               | 1.124               | 1.158               | 1.188               | 1.202               | 1.234         |               |            |                                       |
| Assumed regulatory finance cost at actual gearing   | £m 12/13                    | 45.9           | 30.0                | 11.0                | 18.6                | 20.7                | 42.1                | 23.0          | 22.6          | 168.4      | 214.0                                 |
| Adjustments to be applied to Assumed Finance cost for performance assessmen   |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Add back Debt Issuance expenses  New/refinanced debt Issuance expenses  | £m nominal<br>£m nominal    | 200            | a a isa             | ania.               | a a isa             | ania.               | 4444                |               | -             | -          | -                                     |
| Costs of early redemption on long term debt (excluding exceptional costs of buy backs associated with M&A activity  | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   | -             | -             | -          | -                                     |
| Add accrual for inflation accretion on index-linked swaps (if applicable) Other Adjustments [please specify]  | £m nominal<br>£m nominal    | -              | -                   | -                   | -                   | -                   | - :                 |               |               | -          | -                                     |
| Other Adjustments [please specify]  | £m nominal                  | -              | -                   | -                   | -                   | -                   | -                   |               |               | -          | -                                     |
| Other Adjustments [please specify] Other Adjustments [please specify]   | £m nominal<br>£m nominal    |                | -                   | -                   | -                   | -                   | -                   | -             | -             | -          | -                                     |
| Total Adjustments to be applied for performance assessment (at actual gearing)  | £m nominal                  |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Total Adjustments to be applied for performance assessment (at actual gearing)  | £m 12/13                    | -              | -                   | -                   | - :                 |                     | - :                 | -             |               |            | -                                     |
| Cost of Debt out(under)performance at notional gearing  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Performance against allowance is impacted by deviating from notional levels of gearing  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Notional Gearing  | %                           | 65.0%          | 65.0%               | 65.0%               | 65.0%               | 65.0%               | 65.0%               | 65.0%         | 65.0%         |            |                                       |
| Actual Gearing  | %                           | 63.9%          | 66.0%               | 67.2%               | 70.0%               | 73.6%               | 75.7%               | 73.7%         | 65.0%         |            |                                       |
| Assumed regulatory finance cost at actual gearing   | £m nominal                  | 48.7           | 32.5                | 12.3                | 21.5                | 24.6                | 50.7                | 28.4          | 28.8          |            |                                       |
| Adjustment to regulatory finance cost relating to variance from notional gearing<br>Assumed regulatory finance cost at notional gearing   | £m nominal<br>£m nominal    | 0.8<br>49.5    | (0.5)               | (0.4)<br>11.9       | (1.5)<br>20.0       | (2.9)<br>21.8       | (7.2)<br>43.5       | (3.4)<br>25.0 | (0.0)<br>28.8 |            |                                       |
|   |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Assumed regulatory finance cost at notional gearing  Adjustments to be applied for performance assessment (at notional gearing)   | <b>£m 12/13</b><br>£m 12/13 | 46.7           | 29.6                | 10.6                | 17.3                | 18.3                | 36.2<br>-           | 20.3          | 22.6          | 158.7      | 201.6                                 |
| Cost of Debt Allowance  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| The latest published PCFM contains the allowed cost of debt rate (%) for the reporting year.  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| However, the RAV does not account for the reporting year actual expenditure and additional allowances.  Consequently the return element of revenue does not currently reflect the monetary allowance. This is updated and available in the forthcome. |                             | ation process. |                     |                     |                     |                     |                     |               |               |            |                                       |
| To address this timing issue, network operators should forecast the allowance in row 79 (linked to R9-RAV table) - which will be trued-up   | over time.                  |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Cost of Debt Allowance as per latest published PCFM (prior year AIP) Forecast revised Cost of Debt Allowance  | £m 12/13<br>£m 12/13        | 32.8<br>32.8   | 31.3<br>31.3        | 30.0<br>30.0        | 27.7<br>27.7        | 26.0<br>26.0        | 24.0<br>24.1        | 22.1<br>22.2  | 20.6          | 171.8      | 214.7                                 |
| Out(under) performance  |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Pre-Tax performance   |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |
| Pre-Tax Cost of Debt out(under)performance at actual gearing  | £m 12/13                    | (13.1)         | 1.3                 | 19.0                | 9.1                 | 5.2                 | (18.1)              | (8.0)         | (2.0)         | 3.4        | 0.6                                   |
| Pre-Tax Cost of Debt out(under)performance at notional gearing  | £m 12/13                    | (13.9)         | 1.7                 | 19.3                | 10.4                | 7.7                 | (12.1)              | 2.0           | (2.0)         | 13.2       | 13.1                                  |
| Pre-Tax Impact on out(under) performance relating to deviating from notional levels of gearing  | £m 12/13                    | 0.8            | (0.5)               | (0.4)               | (1.3)               | (2.4)               | (5.9)               | (2.7)         | (0.0)         | (9.7)      | (12.5)                                |
|   |                             |                |                     |                     |                     |                     |                     |               |               |            |                                       |



|   |                          | Actuals    | Actuals | Actuals | Actuals | Actuals | Actuals | Forecast | Forecast |
|---|--------------------------|------------|---------|---------|---------|---------|---------|----------|----------|
|   |                          | 2016       | 2017    | 2018    | 2019    | 2020    | 2021    | 2022     | 2023     |
|   |                          |            |         |         |         |         |         |          |          |
| Opening Cash, short term deposits and overdrafts (per Balance Sheet)  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Closing Cash, short term deposits and overdrafts (per Balance Sheet)  | £m nominal               |            |         | -       | - 1     | _       | -       | _        |          |
| External borrowings, bonds, external loans and finance leases (+ve)   | £m nominal               | 800.5      | 800.9   | 803.4   | 805.4   | 815.9   | 814.8   | 816.1    | 817.6    |
| Loans from other group companies (+ve)  | £m nominal               | 400.0      | 400.0   | 400.0   | 400.0   | 800.0   | 1,000.0 | 1,000.0  | 600.0    |
| Loans to other group companies (-ve)  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Other amounts due to/(from) group companies per Balance Sheet   | £m nominal               | 232.0      | 272.4   | 410.2   | 533.2   | 294.9   | 142.1   | 142.1    | 142.1    |
| Guarantees given on behalf of other group companies (per Notes to the Accounts) (+ve)   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Currency SWAPS  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Interest rate SWAPS   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Inflation-linked SWAPS  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Interest Rate Forward Contracts   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Foreign exchange forward rate contracts   | £m nominal<br>£m nominal | -          | -       | -       | -       | -       | -       | -        | -        |
| Other swaps, forward rate contracts & OTC options Other derivatives including exchange traded futures and options                       | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Total Debt per Statutory Accounts   | £m nominal               | 1,432.5    | 1,473.2 | 1,613.6 | 1,738.6 | 1,910.8 | 1.957.0 | 1.958.2  | 1,559.8  |
| Total Debt per Statutory Accounts   | Liii iioiiiiiai          | 1,432.3    | 1,473.2 | 1,013.0 | 1,730.0 | 1,910.8 | 1,737.0 | 1,730.2  | 1,557.6  |
| Conversion to Regulatory (RIIO-1) Definition of Net Debt  |                          |            |         |         |         |         |         |          |          |
| Unamortised Issue Costs   | £m nominal               | _          | -       | -       | -       | -       | -       | -        | -        |
| Fixed asset investments not readily convertible to cash   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | _        |
| Preference shares   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Long term loans (Not for benefit of regulated business or distribution in nature)   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| 4. [Insert adjustment as necessary] 5. [Insert adjustment as necessary]   | £m nominal<br>£m nominal | -          | -       | -       | -       | -       | -       | -        | -        |
| [Insert adjustment as necessary]     [Insert adjustment as necessary]   | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| 7. [Insert adjustment as necessary]   | £m nominal               | -          | -       | -       | -       | -       | -       | -        |          |
| 8. [Insert adjustment as necessary]   | £m nominal               | _          | _       | -       | _       | _       | -       | -        | _        |
| [Insert adjustment as necessary]     [Insert adjustment as necessary]   | £m nominal               | _          | -       | -       | -       | _       | -       | -        | _        |
| 10. [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| 11. [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| 12. [Insert adjustment as necessary]  | £m nominal               | -          | -       | -       | -       | -       | -       | -        | -        |
| Total Net Debt per Regulatory (RIIO-1) definition   | £m nominal               | 1,432.5    | 1,473.2 | 1,613.6 | 1,738.6 | 1,910.8 | 1,957.0 | 1,958.2  | 1,559.8  |
| Forecast new debt/refinancing   | £m nominal               |            |         | 11111   | 10000   | 11111   | 10000   | -        | 105.0    |
| Regulatory Net Debt including forecast new debt/refinancing   | £m nominal               | 1,432.5    | 1,473.2 | 1,613.6 | 1,738.6 | 1,910.8 | 1,957.0 | 1,958.2  | 1,664.8  |
|   |                          | OK         | OK      | OK      | OK      | OK      | OK      | OK       | OK       |
| Opening Degulatory Not Debt including forecast new debt/refinancing   | £m nominal               | 1,302.7    | 1,432.5 | 1,473.2 | 1,613.6 | 1,738.6 | 1,910.8 | 1,957.0  | 1,958.2  |
| Opening Regulatory Net Debt including forecast new debt/refinancing Closing Regulatory Net Debt including forecast new debt/refinancing | £m nominal               | 1,432.5    | 1,432.5 | 1,473.2 | 1,738.6 | 1,738.8 | 1,910.8 | 1,957.0  | 1,664.8  |
| closing Regulatory Net Debt including forecast new debt/rennancing  | LIII HOIIIIIIai          | 1,432.3    | 1,473.2 | 1,013.0 | 1,738.0 | 1,910.6 | 1,937.0 | 1,756.2  | 1,004.8  |
| Allocation of net debt (Per regulatory definition. Transmission companies only)   |                          |            |         |         |         |         |         |          |          |
| System operator allocation (transmission companies only)  | %                        | 0%         | 0%      | 0%      | 0%      | 0%      | 0%      | 0%       | 0%       |
| Transmission or distribution allocation   | %                        | 100%       | 100%    | 100%    | 100%    | 100%    | 100%    | 100%     | 100%     |
|   |                          |            |         |         |         |         |         |          |          |
| Average Net Debt (per Regulatory Definition)  | £m nominal               | 1,367.6    | 1,452.9 | 1,543.4 | 1,676.1 | 1,824.7 | 1,933.9 | 1,957.6  | 1,811.5  |
| Equity RAV  | £m nominal               | 771.6      | 748.8   | 754.3   | 719.6   | 654.8   | 621.2   | 697.3    | 974.2    |
| Average RAV   | £m nominal               | 2,139.2    | 2,201.6 | 2,297.7 | 2,395.7 | 2,479.5 | 2,555.1 | 2,654.9  | 2,785.7  |
| Actual Regulatory Gearing   | %                        | 63.9%      | 66.0%   | 67.2%   | 70.0%   | 73.6%   | 75.7%   | 73.7%    | 65.0%    |
| Notional Gearing  | %                        | 65.0%      | 65.0%   | 65.0%   | 65.0%   | 65.0%   | 65.0%   | 65.0%    | 65.0%    |
| Gearing Ratio delta   | %                        | -1.1%      | 1.0%    | 2.2%    | 5.0%    | 8.6%    | 10.7%   | 8.7%     | 0.0%     |
| NPV Neutral assumed Average Net Debt  | £m 12/13                 | 1266.55087 | 1,314.5 | 1,351.7 | 1,425.5 | 1,516.2 | 1,574.2 | 1,556.6  | 1,401.0  |
| NPV Neutral assumed Average Net Debt  NPV Neutral assumed Equity RAV  | £m 12/13<br>£m 12/13     | 714.6      | 677.5   | 660.6   | 612.0   | 544.1   | 505.7   | 554.5    | 753.4    |
| NPV Neutral assumed Average RAV   | £m 12/13                 | 1,981.1    | 1,992.0 | 2,012.3 | 2,037.5 | 2,060.3 | 2,079.9 | 2,111.1  | 2,154.4  |
| Actual Regulatory Gearing   | %                        | 63.9%      | 66.0%   | 67.2%   | 70.0%   | 73.6%   | 75.7%   | 73.7%    | 65.0%    |
| Notional Gearing  | %                        | 65.0%      | 65.0%   | 65.0%   | 65.0%   | 65.0%   | 65.0%   | 65.0%    | 65.0%    |
| Gearing Ratio delta   | %                        | -1.1%      | 1.0%    | 2.2%    | 5.0%    | 8.6%    | 10.7%   | 8.7%     | 0.0%     |

NPV-neutral debt element of RAV NPV-neutral equity element of RAV NPV-neutral RAV return base

NPV-neutral debt element of RAV

NPV-neutral equity element of RAV

Equity Return on NPV-neutral RAV

Adjusted NPV-neutral average RAV

Debt Return on RAV Equity Return on RAV

Debt Return on RAV

Total return on RAV

Total return on RAV

3.76%

1,365.4

34.8 44.1

1,402.3

£m 12/13 £m 12/13 £m 12/13

£m 12/13 £m 12/13

£m 12/13

£m nominal

£m nominal

£m nominal

£m nominal

£m nominal

£m nominal

3.59%

1,469.6

1,533.5

49.5

3.36%

26.0 43.3

1,590.8

30.9 51.4

3.26%

1,625.4

22.2 44.3

1,693.5 911.9

27.4 54.7

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|   |  | Actuals<br>2016                         | Actuals<br>2017                       | Actuals<br>2018               | Actuals<br>2019                           | Actuals<br>2020                   | Forecast<br>2021        | Forecast<br>2022                      | Forecast<br>2023        |  |
|---|--|---|---------------------------------------|-------------------------------|---|-----------------------------------|-------------------------|---------------------------------------|-------------------------|--|
| CT600 will not have been submitted for the current reporting year.  It is assumed the current tax charge per the statutory accounts will equal the tax liability in the forthcoming CT600, where this is not the case the licensee should provide an explanation in the commentary of the variance.  This will be corrected / trued-up in future years  |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| Tax liability per latest submitted CT600 (pre-group relief)   | £m nominal   | 35.1                                    | 37.7                                  | 28.4                          | 26.3                                      | 25.1                              | FFFF                    |                                       | rrrr.                   |  |
| Adjustments to remove non-regulated tax liability   |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| Tax on non-regulated activities [Insert adjustment as necessary]  | £m nominal<br>£m nominal                           | 1.0                                     | 1.5                                   | 2.4                           | (1.0)                                     | (1.0)                             |                         |                                       |                         |  |
| [Insert adjustment as necessary]  | £m nominal   |   |                                       |                               |   |                                   |                         | 11111                                 |                         |  |
| [Insert adjustment as necessary]  Non-regulated tax   | £m nominal<br>£m nominal                           | 1.0                                     | 1.5                                   | 2.4                           | (1.0)                                     | (1.0)                             |                         |                                       |                         |  |
|   | EIII HOITIIIIai                                    | 1.0                                     | 1.5                                   | 2.4                           | (1.0)                                     | (1.0)                             |                         |                                       |                         |  |
| Other adjustments  Tax on output incentives   | £m nominal   | (0.4)                                   | 0.9                                   | 4.0                           | 3.4                                       | 1.5                               | 1.3                     | 2.4                                   | 2.0                     |  |
| Tax on IQI  | £m nominal   | -                                       | -                                     | -                             | -   | -                                 | -                       | -                                     | -                       |  |
| Collected revenue adjustment ('k')  | £m nominal   |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| Pension - timing adjustment Pension - disallowed contributions  | £m nominal<br>£m nominal                           |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| Tax on derivatives not disregarded  | £m nominal   |   |                                       |                               |   |                                   | 111111                  | 1000                                  | ,,,,,                   |  |
| Tax arising from MOD values  Transfer Pricing   | £m nominal<br>£m nominal                           | (0.3)                                   | (0.3)                                 | (0.3)                         | (0.3)                                     | (0.3)                             | 1222                    |                                       | 11111                   |  |
| [Insert adjustment as necessary]  | £m nominal   | (0.3)                                   | (0.5)                                 | (0.3)                         | (0.3)                                     | (0.3)                             | 100000                  | 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | 0000                    |  |
| [Insert adjustment as necessary]  | £m nominal   |   |                                       |                               |   |                                   |                         | -                                     |                         |  |
| [Insert adjustment as necessary] [Insert new rows here as necessary]  | £m nominal<br>£m nominal                           |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| otal other adjustments  | £m nominal   | (0.7)                                   | 0.6                                   | 3.7                           | 3.0                                       | 1.2                               | 1.3                     | 2.4                                   | 2.0                     |  |
| orecast regulated tax liability (including impact of enduring value adjustments)  | £m nominal   | 2222                                    |                                       | ****                          |   |                                   | 20.0                    | 22.0                                  | 25.0                    |  |
| djusted forecast regulated tax liability with timing differences  | £m nominal   | 34.8                                    | 35.6                                  | 22.3                          | 24.3                                      | 24.9                              | 18.7                    | 19.6                                  | 23.0                    |  |
| inancial year average RPI   | Index  | 1.060                                   | 1.083                                 | 1.124                         | 1.158                                     | 1.188                             | 1.202                   | 1.234                                 | 1.272                   |  |
| djusted/forecast regulated tax liability with timing differences  | £m 12/13   | 32.8                                    | 32.9                                  | 19.8                          | 21.0                                      | 20.9                              | 15.5                    | 15.8                                  | 18.1                    |  |
| ax out(under)performance at notional gearing Performance against allowance is impacted by deviating from notional levels of gearing   |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
|   | 0.4  | (5.00)                                  | 45.004                                | 45.004                        | 15.00/                                    | 45.004                            | 45.004                  | 45.004                                | 45.004                  |  |
| Notional Gearing Actual Gearing   | %<br>%   | 65.0%<br>63.9%                          | 65.0%<br>66.0%                        | 65.0%<br>67.2%                | 65.0%<br>70.0%                            | 65.0%<br>73.6%                    | 65.0%<br>75.7%          | 65.0%<br>73.7%                        | 65.0%<br>65.0%          |  |
|   |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| djusted/forecast regulated tax liability with timing differences  | £m nominal   | 34.8<br>0.2                             | 35.6<br>(0.1)                         | (0.1)                         | (0.3)                                     | (0.5)                             | 18.7                    | 19.6                                  | (0.0)                   |  |
| Adjustment to regulatory tax cost relating to variance from notional gearing<br>Revised regulated tax liability for comparison against allowance  | £m nominal<br>£m nominal                           | 34.9                                    | 35.5                                  | 22.2                          | 24.0                                      | 24.3                              |                         | 18.9                                  | 23.0                    |  |
| Revised regulated tax liability for comparison against allowance  | £m 12/13   | 32.9                                    | 32.8                                  | 19.8                          | 20.8                                      | 20.5                              | 14.4                    | 15.3                                  | 18.1                    |  |
| Havenes   |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| Nowance   |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| he latest published PCFM does not account for the forecast TIM performance - and ultimate impact on tax allowance.  |  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| ax Allowance per latest published PCFM  | £m 12/13   | 26.1                                    | 25.2                                  | 24.2                          | 23.1                                      | 22.9                              | 25.9                    | 25.5                                  | 25.6                    |  |
| ax clawbacks<br>Let Tax Allowance   | £m 12/13<br>£m 12/13                               | 26.1                                    | 25.2                                  | 24.2                          | 23.1                                      | 22.9                              | 25.9                    | 25.5                                  | 25.6                    |  |
| etwork operators should provide forecast allowances taking account of the latest totex, allowances, reopeners, enduring value a   |  |   |                                       | 27.2                          | 20.1                                      | 22.7                              | 20,7                    | 20.0                                  | 20.0                    |  |
|   | •  |   |                                       |                               |   |                                   |                         |                                       |                         |  |
| orecast tax allowance orecast tax clawbacks   | £m 12/13<br>£m 12/13                               | 26.1                                    | 25.2                                  | 24.2                          | 23.1                                      | 22.9                              | 23.1                    | 22.6                                  | 22.3                    |  |
| et forecast tax allowance   | £m 12/13   | 26.1                                    | 25.2                                  | 24.2                          | 23.1                                      | 22.9                              | 23.1                    | 22.6                                  | 22.3                    |  |
| occanciliation of forecast movement in allowance  |  |   |                                       |                               |   |                                   | (2.0)                   | (2.0)                                 | (2.2)                   |  |
| econciliation of forecast movement in allowance<br>hanges in corporation tax rates  | £m 12/13   | -                                       | -                                     | -                             | -   | -                                 | (2.8)                   | (2.9)                                 | (3.3)                   |  |
|   | £m 12/13   |   |                                       |                               |   |                                   |                         |                                       |                         |  |
|   |  |   | 211                                   | OK                            | OK  | OK                                | (2.8)<br>OK             | (2.9)<br>OK                           | (3.3)<br>OK             |  |
| other adjustments   | £m 12/13<br>£m 12/13                               | OK                                      | OK                                    | UK                            | OK  |                                   |                         |                                       |                         |  |
| ther adjustments<br>neck  |  | OK                                      | OK                                    | OK                            |   |                                   |                         |                                       |                         |  |
| ther adjustments  |  |   |                                       | OK                            | JK 1                                      |                                   |                         |                                       |                         |  |
| ther adjustments heck  Out(under) performance   | £m 12/13   | (6.6)                                   | (7.7)                                 | 4.4                           | 2.1                                       | 1.9                               |                         | 6.8                                   | 4.2                     |  |
| on the adjustments  heck  Out(under) performance  degulated tax out(under) performance at actual gearing  | £m 12/13   |   |                                       |                               |   |                                   |                         | 7.3                                   | 4.2                     |  |
| Out(under) performance  Regulated tax out(under) performance at actual gearing  Regulated tax out(under) performance at notional gearing  Regulated tax out(under) performance at notional gearing  | £m 12/13   | (6.6)                                   | (7.7)                                 | 4.4                           | 2.1                                       | 1.9                               | 8.7                     |                                       |                         |  |
| Out(under) performance Regulated tax out(under) performance at actual gearing Regulated tax out(under) performance at notional gearing Impact on out(under) performance relating to deviating from notional levels of gearing Impact of financing performance (at actual gearing)   | £m 12/13  £m 12/13  £m 12/13  £m 12/13  £m nominal | (6.6)<br>(6.8)<br>0.2                   | (7.7)<br>(7.6)<br>(0.1)               | 4.4  <br>4.5  <br>(0.1)       | 2.1   2.4   (0.3)                         | 1.9<br>2.4<br>(0.5)               | (1.1)                   | (0.5)                                 | (0.0)                   |  |
| Out (under) performance  Regulated tax out (under) performance at actual gearing  Regulated tax out (under) performance at notional gearing  mpact on out (under) performance relating to deviating from notional levels of gearing  fax impact of financing performance (at actual gearing)  fax impact of financing performance (at actual gearing)   | £m 12/13  £m 12/13  £m 12/13  £m nominal  £m 12/13 | (6.6)<br>(6.8)<br>0.2<br>(2.8)<br>(2.6) | (7.7)<br>(7.6)<br>(0.1)<br>0.3<br>0.3 | 4.4   4.5   (0.1)   4.0   3.6 | 2.1  <br>2.4  <br>(0.3)  <br>2.0  <br>1.7 | 1.9<br>2.4<br>(0.5)<br>1.2<br>1.0 | (1.1)<br>(4.1)<br>(3.4) | (0.5)<br>(0.2)<br>(0.1)               | (0.0)<br>(0.5)<br>(0.4) |  |
| Tax allowance retained within deadband Other adjustments Check  Out(under) performance  Regulated tax out(under) performance at actual gearing  Regulated tax out(under) performance at notional gearing  Impact on out(under) performance relating to deviating from notional levels of gearing  If ax impact of financing performance (at actual gearing)  If ax impact of financing performance (at notional gearing)  If ax impact of financing performance (at notional gearing)  If ax impact of financing performance (at notional gearing)  If ax impact of financing performance (at notional gearing) | £m 12/13  £m 12/13  £m 12/13  £m 12/13  £m nominal | (6.6)<br>(6.8)<br>0.2                   | (7.7)<br>(7.6)<br>(0.1)               | 4.4  <br>4.5  <br>(0.1)       | 2.1   2.4   (0.3)                         | 1.9<br>2.4<br>(0.5)               | (1.1)                   | (0.5)                                 | (0.0)                   |  |

R11 - Dividends SSES 2021

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£m nominal

Dividend paid as per Statutory Accounts
Less dividend paid not related to Regulated business
[Insert adjustment as necessary]
[Insert adjustment as necessary]
[Insert new rows here as necessary]
Dividend paid relating to the Regulated Business

Shareholder loan interest (not included as Net Interest per Regulatory (RIIO-1) definition)

|  | Actuals<br>2016 | Actuals<br>2017 | Actuals<br>2018 | Actuals<br>2019 | Actuals<br>2020 | Actuals<br>2021 | - N/A N/A<br>- 2022 2023                  |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|---|
| £m nominal   | 200.0           | 100.0           | 120.0           | 145.0           | 100.0           | -               |   |
| £m nominal<br>£m nominal<br>£m nominal<br>£m nominal | 200.0           | 100.0           | 120.0           | 145.0           | 100.0           |                 |   |
| £m nominal   | 200.0           | 100.0           | 120.0           | 145.0           | 100.0           | -               | V. F. |

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|  |                                  | Actuals 2016           | Actuals 2017 | Actuals<br>2018 | Actuals 2019 | Actuals<br>2020 | Actuals<br>2021 | Forecast<br>2022 | Forecast<br>2023 |
|--|----------------------------------|------------------------|--------------|-----------------|--------------|-----------------|-----------------|------------------|------------------|
| Licensee share of total pension deficit repair payment made for defined benefit scheme Of which:   | £m nominal                       | 28.8                   | 26.6         | 27.4            | 28.4         | 25.5            | 23.3            | <u>uuu</u>       |                  |
| Established deficit element funded via specific allowances<br>Incremental deficit funded via totex   | £m nominal<br>£m nominal         | 28.8                   | 26.6         | 27.4            | 28.4         | 25.5            | 23.3            |                  | //////           |
| Established deficit element funded via specific allowances   | £m 12/13                         | 27.2                   | 24.6         | 24.4            | 24.5         | 21.5            | 19.4            | -                | -                |
| Established deficit (EDE) allowance as per PCFM Less Pension Payment History Allowance (PPH) Established deficit allowance less PPH        | £m 12/13<br>£m 12/13<br>£m 12/13 | 32.2<br>32.2           | 32.2<br>32.2 | 32.2<br>32.2    | 25.4<br>25.4 | 25.4<br>25.4    | 16.1<br>16.1    | 21.0<br>21.0     | 21.0<br>21.0     |
| Established deficit allowance less PPH   | EIII 12/13                       | Enter<br>valuation     | -            | -               | -            | -               | -               | -                | -                |
| Latest pension scheme valuation  |                                  | date<br>31/03/2019     |              |                 |              |                 |                 |                  |                  |
| Price base   |                                  | 2018/19                |              |                 |              |                 |                 |                  |                  |
| Total Liabilities attributable to post cut-off date notional sub fund Total Liabilities attributable to pre cut-off date notional sub fund |                                  | £m<br>333.3<br>2,211.1 |              |                 |              |                 |                 |                  |                  |
| Total Assets attributable to post cut-off date notional sub fund Total Assets attributable to pre cut-off date notional sub fund           |                                  | 307.3<br>1,950.5       |              |                 |              |                 |                 |                  |                  |
| Deficit in the post Cut-Off Date Notional Sub-Fund Deficit in the pre Cut-Off Date Notional Sub-Fund                                       |                                  | 26.0<br>260.6          |              |                 |              |                 |                 |                  |                  |
| Licensee element of established deficit<br>Licensee element of incremental deficit   |                                  | 8.3<br>168.3           |              |                 |              |                 |                 |                  |                  |

| es<br>ES<br>21   |            | Navigate |         |         |         |         |         |          |          |
|--|------------|----------|---------|---------|---------|---------|---------|----------|----------|
|  |            | Actuals  | Actuals | Actuals | Actuals | Actuals | Actuals | Forecast | Forecast |
|  |            | 2016     | 2017    | 2018    | 2019    | 2020    | 2021    | 2022     | 2023     |
| Post-tax total fines and penalties (including GS payments) | £m 12/13   | 0.0      | 0.1     | 0.3     | 0.5     | 0.5     | 0.4     | 0.3      | 0.3      |
| Ofgem related fines and penalties                          |            |          |         |         |         |         |         |          |          |
| [Insert detail of fine or penalty]                         | £m nominal |          |         |         |         |         |         |          |          |
| [Insert detail of fine or penalty]                         | £m nominal |          |         |         |         |         |         |          |          |
| [Insert new rows here as necessary]                        | £m nominal |          |         |         |         |         |         |          |          |
| Total Ofgem related fines and penalties                    | £m nominal | -        | -       | -       | -       | -       | -       | -        | -        |
| Any adjustment for tax                                     | £m nominal |          |         |         |         |         |         |          |          |
| Post-tax total fines and penalties                         | £m nominal | -        | -       | -       | -       | -       | -       | -        | -        |
| Guaranteed Standard (GS) payments                          |            |          |         |         |         |         |         |          |          |
| Total GS payments  | £m nominal | 0.1      | 0.1     | 0.3     | 0.5     | 0.6     | 0.5     | 0.3      | 0.3      |
| Any adjustment for tax                                     | £m nominal | _        | -       | -       | -       | -       |         |          |          |
| Post-tax total GS payments                                 | £m nominal | 0.1      | 0.1     | 0.3     | 0.5     | 0.6     | 0.5     | 0.3      | 0.3      |
|  |            |          |         |         |         |         |         |          |          |