



TXU Europe Limited and certain subsidiaries - in administration/liquidation and/or under voluntary arrangements ("the Companies")

Administrators' and Supervisors Progress Report to Creditors – see the Notice on page 4

Prepared for the six month period to 8 January 2017

20 January 2017

Glossary

| | |
|----------------------------|----------------------------------------------------------------------------|
| CVA | Company Voluntary Arrangement |
| EGO BV | Energy Group Overseas BV |
| EH3 | Energy Holdings (No.3) Limited |
| EY | Ernst & Young |
| Holding Companies | TXUEL and those subsidiaries for which CVAs were approved on 31 March 2005 |
| KPMG | KPMG LLP |
| Operating Companies | TXUEG and its subsidiaries |
| The Companies | The companies listed in Appendix 1 |
| TEG | The Energy Group Limited |
| TXUEG | TXU Europe Group plc |
| TXUEL | TXU Europe Limited |
| TXU UK | TXU (UK) Limited |
| Direct Sales | TXU Direct Sales Limited |
| BTL CVA | TXUEG and its subsidiaries |
| TXUEL Group | TXUEL and its subsidiaries |
| BTL Companies | TXUEG and its subsidiaries |
| BTL administrators | EY |
| ATL Companies | TXUEL and its subsidiaries |

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Notice: about this report

This report has been prepared by the Joint Administrators and Supervisors of TXUEL and the subsidiaries listed in Appendix 1 (together “the Companies”), solely to comply with their statutory duties to report to creditors under Rule 2.30 and Rule 1.26(2) of the Insolvency Rules 1986. Its purpose is to provide creditors with an update on the progress of the Administrations of the Companies for the six months to 8 January 2017 and to provide an update on the CVAs for the period ended 8 January 2017, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in TXUEL or any other company in the TXUEL Group.

Any estimated outcomes for creditors included in this Report are illustrative only and cannot be relied upon as guidance to the actual outcomes for creditors

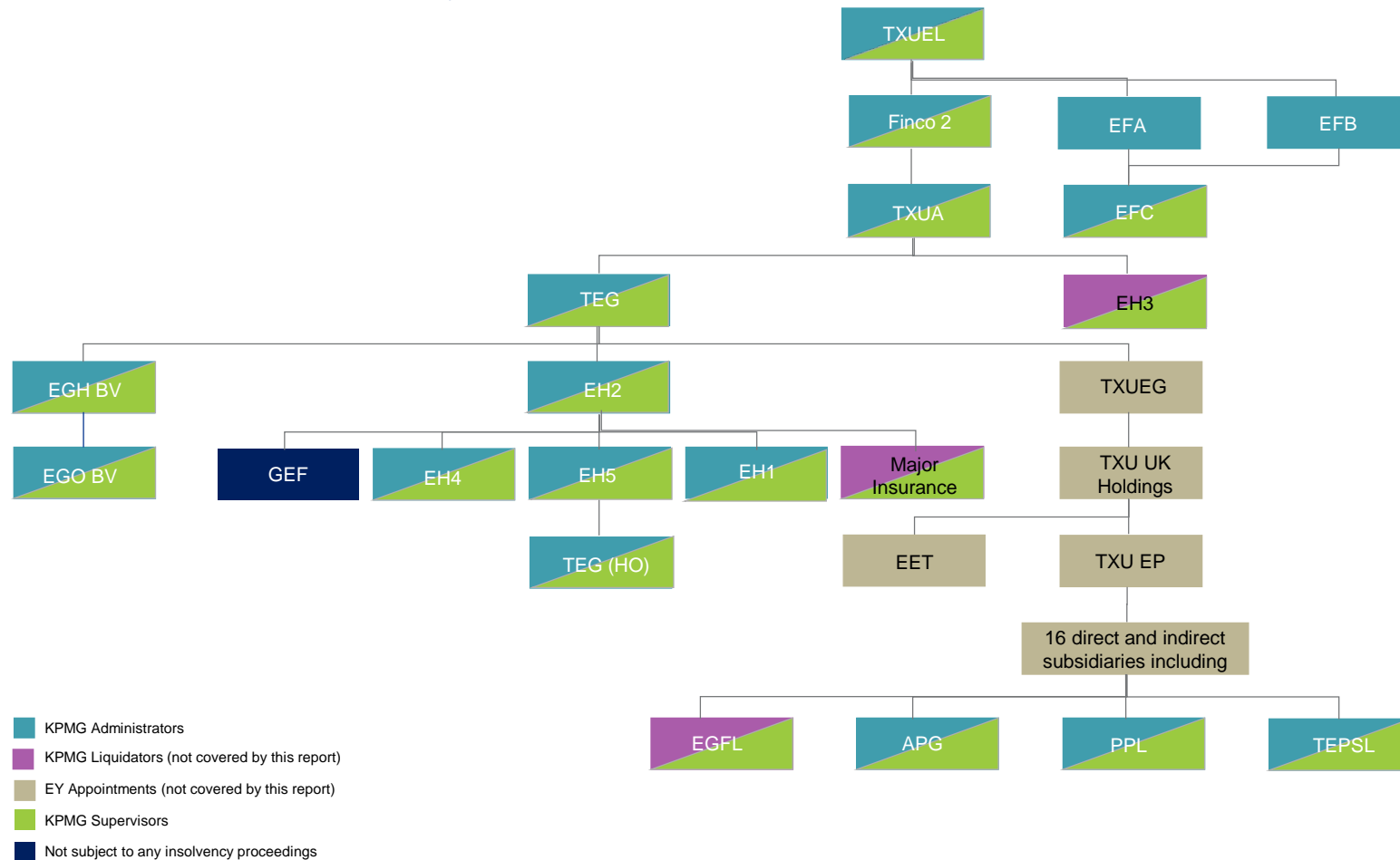
Any person who chooses to rely on this Report for any purpose or in any context other than under Rule 2.30 and/or Rule 1.26(2) of the Insolvency Rules 1986 does so at their own risk. To the fullest extent permitted by law, the Administrators/Liquidators and Supervisors assume no responsibility and accept no liability in respect of this Report to any such person.

The appointments of the Joint Administrators/Liquidators and Supervisors are personal to them and, to the fullest extent permitted by law, KPMG LLP assumes no responsibility and accepts no liability to any person in respect of this Report or the conduct of the administrations/liquidations or CVAs.

John David Thomas Milsom and James Robert Tucker are authorised to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales

Group structure

Simplified group structure for the companies covered by this report





Introduction and summary update

Introduction and summary update

Background

- This report covers the progress made in the Administrations and CVAs of those Companies listed in Appendix 1 for the six months since July 2016. The officeholders previous report to 8 July 2016 can be found at www.txuinfo.co.uk

Outstanding matters and recent developments

- Realisations by Holding Companies are now largely derived from distributions made by TXUEG, principally to TEG. The last distribution declared and paid by the BTL Companies including TXUEG was in August 2013 when TEG received £75.6 million.
- We are advised that a final distribution will be made by the BTL Companies including TXUEG following the resolution of the remaining issues in the BTL CVAs. Those issues comprise:
 - Finalising the treatment of potential contingent asbestos claims in TXU UK a “below the line” company which is a subsidiary of TXUEG and controlled by the BTL administrators; and
 - Agreeing the position regarding £16.7 million currently ring-fenced at TXUEG relating to distributions received from TXU UK and Direct Sales.
- On the first issue, the TXU UK office holders have based their estimate of future potential uninsured asbestos liabilities on a series of reports produced by their actuaries and supplemented by third party actuaries. The actuaries have produced five reports, the first in September 2011 estimated potential future claims at between £5 million and £47 million. These estimates have varied as time has elapsed and further claims have added to the available data on which the actuarial reports are based. The fourth actuarial report prepared in April 2015 reduced the range of projected outcomes to between £2.3 million and £19.1 million. The latest report, as at May 2016, increased the range to between £6.9 million and £61.1 million and was produced following a proportionately significant number of potential claims received in the intervening period. To date TXU UK has been called upon to pay £408,000 in respect of the uninsured element of the agreed claims. A summary of the claims received by TXU UK in the fourteen year period is set out on page 8. TXU UK has insurance covering the period to 1977 and is effectively uninsured thereafter.
- The funds held in the BTL estates total £71 million and of this £29.9 million is potentially subject to the potential contingent asbestos claims in TXU UK. We have pressed the BTL officeholders to distribute the balance of the funds whilst a suitable solution is found for dealing with the potential contingent asbestos claims. They have so far refused this on the grounds that the terms of the BTL CVA state that the Supervisors have an obligation to make a distribution once £50 million or more is available for distribution and that as a result of the dispute regarding the entitlement to £16.7 million held at TXUEG and the £13.2 million held at TXU UK the obligation to make a distribution has not been triggered. The BTL officeholders have not provided details of any impediment to making a distribution of the free funds.
- The BTL officeholders attitude to the matters at hand has, so far, been equivocal, whilst they look for certainty, and is the principal reason for the delay in progressing the insolvency proceedings. We have put forward potential solutions which we consider would resolve the situation. Unfortunately these have been rejected by the BTL officeholders on the grounds that they consider, amongst other things, that they have higher duties to potential contingent creditors.

Introduction and summary update (cont.)

Outstanding matters and recent developments (cont.)

| TXU UK | | | | |
|--------------------------------------------|--------------|----------------|----------|--------------|
| Claims summary for the period 2002 to 2016 | | | | |
| Medical Condition | Mesothelioma | Other Asbestos | Other | Total |
| Claim Status | | | | |
| Settled | 10 | 6 | - | 16 |
| Not pursued | 9 | 14 | 2 | 25 |
| Outstanding | 4 | 2 | 3 | 9 |
| Total number of claims | 23 | 22 | 5 | 50 |
| Amounts paid on settled claims | | | | |
| | £000 | £000 | £000 | £000 |
| Paid by insurers (estimated) | 1,571 | 296 | - | 1,867 |
| Paid by TXU UK (uninsured element) | 277 | 131 | - | 408 |
| Total | 1,848 | 427 | - | 2,275 |

- We have invited the BTL officeholders to provide us with written proposals before meeting with them again in an effort to progress matters. We are advised that we will receive their written proposals by the end of January. We will then consider these with our advisors and then meet with the BTL officeholders in an attempt to satisfactorily conclude the issues.

Realisations and distributions to creditors

- The Holding Companies have to date received £470 million from TXUEG.
- TEG will be due further funds from the final TXUEG liquidation distribution subject to the resolution of the issues mentioned above, the agreement of EY's costs and tax clearance. The total funds held by the BTL Companies amount to approximately £71.5 million. It is unclear at present when the final TXUEG distribution will take place.
- The total amount distributed by the Supervisors of the Holding Companies to external (non-group) creditors is £883.4 million. In the CVA proposal the estimated total distribution to external (non-group) creditors was £569 million and further distributions of significant value are still to be made.
- Details of the distributions paid to date and future estimated distributions assuming TEG receives the surplus funds from TXUEG, are shown on page 10 of this report.



Creditors and Distributions

Creditors and Distributions

Creditors and Distributions

- Claims received and agreed or rejected pursuant to the CVA, their values as at 19 November 2002 and 7 January 2005 and the amounts distributed in respect of such claims are set out in the table below. The differences in the values of claims as at 19 November 2002 and 7 January 2005 relate to movements in foreign currency exchange rates and capitalised interest. Some claims are set at 19 November 2002 values because of their particular nature.

| Distributions, estimated future distributions and estimated outcome range | | | | | | | | |
|---------------------------------------------------------------------------|----------------|------------------|--------------------|-----------------------------------------|-------------|----------------------------------|--------------|--|
| £m | Claims 19 | Claims 7 January | Distributions paid | Range of Estimated future distributions | | Range of Estimated total outcome | | |
| | November 2002 | 2005 | to date | Best | Worst | Best | Worst | |
| Agreed claims | | | | | | | | |
| EGO BV Bonds | 329.8 | 335.1 | 329.8 | - | - | 329.8 | 329.8 | |
| EFC Bonds | 1,376.9 | 1,487.4 | 324.8 | 27.1 | 14.5 | 351.9 | 339.3 | |
| Revolving Credit Facility | 693.5 | 825.6 | 169.3 | 14.4 | 7.9 | 183.7 | 177.2 | |
| Holders of TXU Acquisition Loan Notes | 19.1 | 20.5 | 4.2 | 0.4 | 0.2 | 4.6 | 4.4 | |
| Barcap Claim | 19.4 | 21.6 | 19.4 | - | - | 19.4 | 19.4 | |
| TXU Europe Ltd other creditors | 111.2 | 120.6 | 25.8 | 2.2 | 1.2 | 28.0 | 27.0 | |
| TXU Eastern Funding Company | 3.3 | 3.3 | - | - | - | - | - | |
| TXU Acquisitions Ltd other creditors | 3.3 | 3.3 | 0.7 | 0.1 | - | 0.8 | 0.7 | |
| The Energy Group Ltd other creditors | 3.3 | 3.3 | 0.5 | 0.1 | - | 0.6 | 0.5 | |
| Energy Group Overseas BV other creditors | 3.3 | 3.3 | 0.4 | 0.1 | - | 0.5 | 0.4 | |
| Energy Holdings (No2) Ltd other creditors | 6.7 | 6.7 | 3.4 | 0.4 | 0.2 | 3.8 | 3.6 | |
| Energy Holdings (No3) Ltd other creditors | 5.3 | 6.1 | 2.7 | - | - | 2.7 | 2.7 | |
| Energy Holdings (No5) Ltd | 6.6 | 6.6 | 2.4 | 0.3 | 0.2 | 2.7 | 2.6 | |
| Total | 2,581.7 | 2,843.4 | 883.4 | 45.1 | 24.2 | 928.5 | 907.6 | |

We make the following observations in relation to the table above:

- There remains considerable uncertainty regarding the level of future realisations from the BTL companies due to the impact of the contingent asbestos claims in TXU UK on the funds available for distribution to TEG. We have therefore calculated the future distributions on a best and worst case scenario.
- The above estimated outcome is illustrative only and should not be relied upon as guidance as to the actual outcomes for creditors. The EGO BV bonds have received a total of 100p in the £ as a result of their claims at EGO BV, TXUEL and EH3. Similarly the Barcap has received a total of 100p in the £ on its claim as a result of its claims at EH3 and TXUEL.
- It is likely that there will be at least two further payments to creditors; when funds are received by the Holding Companies from the Operating Companies and when the issues which remain to be dealt with within the TXUEL Group have been resolved.
- The final distribution will be contingent upon receipt of tax clearance from HM Revenue & Customs.
- Due to the complex matrix of intercompany indebtedness distributions are made with the assistance of the model which reflects the terms regarding distributions set out in the CVAs. The gross intercompany distributions calculated by the model are considerably inflated due to its iterative nature. The figures shown represent the output from the model for external third party creditors.



Appendix 1

Statutory information for the Companies

Statutory information for the Companies

| Name of company | Company number | Abbreviation | Administrators | Supervisors | High Court number | Date of order |
|---------------------------------|--------------------|--------------|-------------------------|-------------------------|-------------------|------------------|
| TXU Europe Limited | 03505836 | TXUEL | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 7650 of 2002 | 19 November 2002 |
| TXU Acquisitions Limited | 03455523 | TXUA | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 7652 of 2002 | 19 November 2002 |
| The Energy Group Limited | 03613919 | TEG | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 7649 of 2002 | 19 November 2002 |
| TXU Finance (No.2) Limited | 03514100 | Finco2 | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 2758 of 2003 | 2 May 2003 |
| Energy Holdings (No.2) Limited | 02969102 | EH2 | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 2754 of 2003 | 2 May 2003 |
| Energy Holdings (No.4) Limited | 01468589 | EH4 | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 2755 of 2003 | 2 May 2003 |
| Energy Holdings (No.5) Limited | 00941665 | EH5 | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 2756 of 2003 | 2 May 2003 |
| TXU Eastern Funding Company | 03710529 | EFC | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 1123 of 2004 | 3 November 2003 |
| TXU Eastern Finance (A) Limited | 03680673 | EFA | JR Tucker JDT Milsom | n/a | No. 1122 of 2004 | 3 November 2003 |
| TXU Eastern Finance (B) Limited | 03679711 | EFB | JR Tucker JDT Milsom | n/a | No. 1121 of 2004 | 3 November 2003 |
| Energy Group Overseas BV | 33296337 Amsterdam | EGOBV | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 7084 of 2003 | 20 November 2003 |
| Energy Group Holdings BV | 33296335 Amsterdam | EGHBV | JR Tucker JDT Milsom | JR Tucker JDT Milsom | No. 7082 of 2003 | 20 November 2003 |
| Energy Holdings (No.3) Limited | 03257256 | EH3 | n/a | JR Tucker JDT Milsom | n/a | n/a |
| TEG (Head Office) Limited | 02259512 | TEG (HO) | n/a | JR Tucker JDT Milsom | n/a | n/a |
| Energy Holdings (No.1) Limited | 03239971 | EH1 | n/a | JR Tucker JDT Milsom | n/a | n/a |

Note:

- (a) The Registered Office for all the Companies except EGOBV and EGHBV is 15 Canada Square, London E14 5GL. The Registered Office for EGOBV and EGHBV is DeBoelelaan7 Officia 1, 1033 HD, Amsterdam, Netherlands
- (b) On 13 April 2010 an order was made in the High Court appointing James Robert Tucker as joint administrator and supervisor of EGOBV and EGHBV in place of Finbarr Thomas O'Connell, following Mr O'Connell's retirement from KPMG LLP. In accordance with the order, creditors and members were given notice of the order by advertisement in the London Gazette on 23 April 2010.
- (c) On 11 January 2013 an order was made in the High Court appointing John David Thomas Milsom as joint administrator of EFC, EFA and EFB in place of Richard John Hill, following Mr Hill's retirement from KPMG LLP. In accordance with the order, creditors and members were given notice of the order by advertisement in the London Gazette on 22 January 2013.
- (d) On 14 August 2013 an order was made in the High Court appointing John David Thomas Milsom as joint administrator and supervisor of EH2, EH4, EH5 and joint liquidator and supervisor of EH3, TEG (HO) and EH1 in place of Jeremy Simon Spratt, following Mr Spratt's retirement from KPMG LLP. In accordance with the order, creditors and members were given notice of the order by advertisement in the London Gazette on 21 August 2013.



Appendix 2

Details of Administrators' remuneration and summary receipts and payments accounts

Office holders' remuneration from appointment for the Companies

| Remuneration for Initial Appointments covered by this report | | | | | | |
|--------------------------------------------------------------|--------|-------------|--------|-------------|-------|-------------|
| | TXUEL | | TXUA | | TEG | |
| | Hrs | Cost (£000) | Hrs | Cost (£000) | Hrs | Cost (£000) |
| Total time spent to 31 December 2016 | 56,694 | 15,251 | 13,364 | 4,056 | 6,071 | 3,603 |
| Fees approved as at 31 December 2016 | - | 15,009 | - | 3,950 | - | 3,401 |
| Balance to be approved (£000) | | 242 | | 106 | | 202 |

| Remuneration for subsequent appointments covered by this report | | | | | | | |
|-----------------------------------------------------------------|--------------------------------------|----------|-----------|-----------|-----------|------------|-----------|
| | Finco2 | EH1 | EH2 | EH4 | EH5 | EH3 | TEG (HO) |
| | Total time spent to 31 December 2016 | 289 | 230 | 2,424 | 205 | 106 | 3,827 |
| Fees approved as at 31 December 2016 | 275 | 225 | 2,331 | 124 | 92 | 3,513 | 98 |
| Balance to be approved (£000) | 14 | 5 | 93 | 81 | 14 | 314 | 49 |

| Remuneration for subsequent appointments covered by this report | | | | | |
|-----------------------------------------------------------------|--------------------------------------|----------|-----------|----------|----------|
| | EGO BV | EGH BV | EFC | EFA | EFB |
| | Total time spent to 31 December 2016 | 1,894 | 27 | 224 | 6 |
| Fees approved as at 31 December 2016 | 1,847 | 27 | 182 | 6 | 6 |
| Balance to be approved (£000) | 47 | - | 42 | - | - |

- The above costs information is a summary of the information provided to the Creditors'/Liquidation Committees under Statement of Insolvency Practice No.9 ("SIP9"). The insolvency profession uses SIP9 as guidance on the remuneration of insolvency officeholders. The Committees have approved the costs for each of the companies. Full details of these costs are available, if requested.

Receipts and payments accounts

| TXUEL | | | | |
|--------------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| £ | Administration | | CVA | |
| | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL Intercompany debt | | 495,867,736 | | |
| Proceeds of settlement with TXU Corp (part C7 of CVA) | | 86,130,490 | | |
| £67 million swap proceeds from BTL CVA | | 66,536,520 | | |
| Release of LILO security | | 50,000,010 | | |
| Receipts from TXU Corp for onward transmission to direct claimants | | 39,965,744 | | |
| Interest received | 1,221 | 14,018,900 | | |
| PPA contribution (a) (paragraph C2.6.7, Operating Companies CVA) | | 11,499,000 | | |
| Litigation settlement proceeds | | 7,811,747 | | |
| Reimbursement of guarantee payments | | 8,451,168 | | |
| Receipt from disputed claims account | | 9,872,953 | | |
| Costs awarded | | 4,886,368 | | |
| Top up reserves held from TXU Corp proceeds | | 2,500,000 | | |
| Committee creditor and bond trustee costs recovery | | 2,498,218 | | |
| Reimbursement of legal and tax costs from TXU Corp settlement | | 695,553 | | |
| Sale of tax losses | | 359,633 | | |
| Other debtors | | 492,047 | | |
| Barking group relief receipts | | 1,640,644 | | |
| VAT refund (pre-appointment) | | 2,625 | | |
| Receipts from other companies to pay distributions (b) | | | | 269,757,571 |
| Transfer from Administrator re direct claimants | | | | 39,965,744 |
| Transfer from Administrator | | | | 642,917,013 |
| | 1,221 | 803,229,356 | NIL | 952,640,328 |

Note: (a) PPA contributions are monies paid by certain PPA creditors, as part of the overall compromise, upon implementation of the BTL CVAs. See paragraph C2.6.7 of Operating Company CVA. When ATL CVAs became effective in October 50% of this was paid to the Conduit Companies pro-rata to their claims against TXUEG.

(b) All distributions to banks and bonds were paid through TXUEL. Accordingly EFC, EGO BV and EH3 forwarded their payments to TXUEL for this purpose.

Source: Officeholders records

Receipts and payments accounts (cont.)

| TXUEL | | | | |
|---------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Payments | | | | |
| Transfer to Supervisor | | 642,917,013 | | |
| Allocation of TXU Corp settlement to other companies | | 50,303,340 | | |
| Transfer to Supervisor re direct claimants | | 39,965,744 | | |
| Legal fees | | 24,785,950 | | |
| Administrators' fees and expenses | | 14,581,753 | | |
| Payment to disputed claims account | | 9,695,249 | | |
| Reallocation of PPA contribution (a) | | 5,750,000 | | |
| Payment of insurance refund to TXUEG from TXU Corp settlement | | 1,631,488 | | |
| Advisors' fees | | 6,088,744 | | |
| Other expenses | 40 | 2,026,668 | | |
| Bond trustee costs | 10,953 | 961,197 | | |
| Payment to TXUA for legal costs | | 680,553 | | |
| Irrecoverable VAT | | 748,659 | | |
| Group relief payment | | 24,219 | | |
| Un-recovered unfair prejudice costs | | 2,100,841 | | |
| Distributions of other company obligations (b) | | | | 269,757,570 |
| Distributions to external creditors | | | | 592,312,584 |
| Payments to direct claimants | | | | 39,965,744 |
| Net interest on disputed claims | | | | 5,387 |
| Distributions to connected companies | | | | 50,599,043 |
| | 10,993 | 802,261,418 | NIL | 952,640,328 |
| Balance as at 8 January 2017 | (9,772) | 967,938 | NIL | NIL |

Note: (a) PPA contributions are monies paid by certain PPA creditors, as part of the overall compromise, upon implementation of the BTL CVAs. See paragraph C2.6.7 of Operating Company CVA. When ATL CVAs became effective in October 50% of this was paid to the Conduit Companies pro-rata to their claims against TXUEG.

(b) All distributions to banks and bonds were paid through TXUEL. Accordingly EFC, EGO BV and EH3 forwarded their payments to TXUEL for this purpose.

Source: Officeholders records

Receipts and payments accounts (cont.)

| TXUA | | | | |
|----------------------------------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL Intercompany debt | | 622,005,761 | | |
| Distributions from TXUEG CVA | | 161,356,218 | | |
| Tax equalisation receipts (paragraph C7, Operating Company CVA) | | 35,000,000 | | |
| Reimbursement of investigation costs | | 14,300,000 | | |
| Release of credit derivatives | | 11,355,551 | | |
| Proceeds of settlement with TXU Corp (Part C7 of CVA) | | 6,999,046 | | |
| Release of monies held in solicitors' trust accounts (advance distribution from TXUEG) | | 5,000,000 | | |
| Sale of intercompany debt owed by TXU Europe Group Plc (in administration) | | 1,788,589 | | |
| Bank interest (gross) | 1,015 | 3,034,865 | | |
| PPA contribution (paragraph C2.6.7, Operating Company CVA) | | 2,159,975 | | |
| Reimbursement of legal costs | | 680,553 | | |
| Receipts from disputed claims account | 3,723 | 533,025 | | |
| Proceeds from TOPS settlement | | 98,333 | | |
| Tax refunds | | 88,500 | | |
| Other receipts | | 8,464 | | |
| Sale of tax losses | | 2,436,689 | | |
| Barking group relief | | 308,781 | | |
| Transfer from Administrator | | | 3,723 | 812,117,513 |
| | 4,738 | 867,154,350 | 3,723 | 812,117,513 |

Source: Officeholders records

Receipts and payments accounts (cont.)

| TXUA | | | | |
|-----------------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Payments | | | | |
| Transfer to Supervisor | 3,723 | 812,117,513 | | |
| Tax equalisation payments (paragraph C7, Operating Company CVA) | | 26,937,998 | | |
| Payment to BTL top-up creditors (paragraph C8, Operating Company CVA) | | 7,500,000 | | |
| TXUEG investigation costs (paragraph C4, Operating Company CVA) | | 6,800,000 | | |
| Repayment of advance distribution | | 5,000,000 | | |
| Administrators' fees and expenses | | 3,707,787 | | |
| Legal fees | | 792,408 | | |
| Payment to disputed claims account | | 661,045 | | |
| Group relief payments | | 677,100 | | |
| Professional fees | | 214,472 | | |
| Irrecoverable VAT | | 5,266 | | |
| Un-recovered unfair prejudice costs | | 1,786,709 | | |
| Other expenses | | 131,156 | | |
| Committee expenses | | 12,349 | | |
| Distributions to connected companies | | | | 807,417,598 |
| Distributions to external creditors | | | 3,342 | 4,692,992 |
| Net interest on disputed claims | | | 381 | 6,923 |
| | 3,723 | 866,343,803 | 3,723 | 812,117,513 |
| Balance as at 8 January 2017 | 1,015 | 810,547 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| TEG | | | | |
|-----------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| Distributions from TXUEG CVA | | 284,977,054 | | |
| ATL intercompany debt | | 85,847,796 | | |
| Tax equalisation receipts (paragraph C7, Operating Company CVA) | | 17,492,794 | | |
| Proceeds of settlement with TXU Corp (Part C7 of CVA) | | 3,573,495 | | |
| PPA contribution (paragraph C2.6.7, Operating Company CVA) | | 1,102,816 | | |
| Surrender of ACT | | 812,230 | | |
| Costs awarded | | 769,043 | | |
| Interest received | 1,233 | 1,676,164 | | |
| Barking group relief | | 696,381 | | |
| Receipt from disputed claims account | | 165,374 | | |
| Proceeds from TOPS settlement | | 50,253 | | |
| Transfer from Administrator | | | | 389,861,567 |
| | 1,233 | 397,163,400 | NIL | 389,861,567 |

Source: Officeholders records

Receipts and payments accounts (cont.)

| TEG | | | | |
|-----------------------------------------------------------------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 19 Nov 02 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Payments | | | | |
| Transfer to Supervisor | | 389,861,567 | | |
| Administrators' fees and expenses | | 2,840,812 | | |
| Legal fees (including reimbursement from other group companies and related irrecoverable VAT) | | 812,648 | | |
| Interim funding | | 1,240,515 | | |
| Payment to disputed claims account | | 163,988 | | |
| Other professional fees | | 137,898 | | |
| VAT | | 1,021 | | |
| Committee expenses | | 11,599 | | |
| Group relief payments | | 36,354 | | |
| Un-recovered unfair prejudice costs | | 1,068,812 | | |
| Other expenses | | 3,622 | | |
| Distributions to connected companies | | | | 389,446,188 |
| Distributions to external creditors | | | | 414,909 |
| Net interest on disputed claims | | | | 470 |
| | NIL | 396,178,836 | NIL | 389,861,567 |
| Balance as at 8 January 2017 | 1,233 | 984,564 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EH2 | | | | |
|-----------------------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|----------------------------------------|
| £ | Administration | | CVA | |
| | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 2 May 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL intercompany debt | | 471,296,333 | | |
| Shares and investments | | 370,528,800 | | |
| Share transfer premiums | | 440,258 | | |
| Bank interest | 416 | 458,292 | | |
| Receipts from disputed claims account | | 91 | | |
| Transfer from Administrator | | | | 836,529,867 |
| | 416 | 842,723,774 | NIL | 836,529,867 |
| Payments | | | | |
| Transfer to Supervisor | | 836,529,867 | | |
| Share purchase consideration | | 2,166,965 | | |
| Administrators' fees and expenses | | 2,464,975 | | |
| Subsidiary liquidation costs | | 176,420 | | |
| Professional and advisors fees | | 74,022 | | |
| Irrecoverable VAT | | 612,050 | | |
| Legal fees (including reimbursement from other group companies) | | 366,605 | | |
| Other expenses | | 971 | | |
| Payments to disputed claims account | | 90 | | |
| Distributions to external creditors | | | | 3,454,841 |
| Distributions to connected companies | | | | 833,075,026 |
| | NIL | 842,391,965 | NIL | 836,529,867 |
| Balance as at 8 January 2017 | 416 | 331,809 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| Finco2 | | | | |
|---------------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 2 May 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL intercompany debt | | 469,392,139 | | |
| Proceeds from settlement with TXU Corp (part C7 of CVA) | | 10,091,019 | | |
| Interest received | 72 | 281,011 | | |
| Sale of tax loss | | 4,779,822 | | |
| Group relief receipts | | 4,279,196 | | |
| Receipt from disputed claims account | | 403 | | |
| Transfer from Administrator | | | | 487,595,514 |
| | 72 | 488,823,590 | NIL | 487,595,514 |
| Payments | | | | |
| Transfer to Supervisor | | 487,595,514 | | |
| Administrators' fees and expenses | | 275,099 | | |
| Irrecoverable VAT | | 48,000 | | |
| Payment to disputed claims account | | 308 | | |
| Other expenses | | 302 | | |
| Un-recovered unfair prejudice costs | | 846,503 | | |
| Distributions to external creditors | | | | 86 |
| Distributions to connected companies | | | | 487,595,428 |
| | NIL | 488,765,726 | NIL | 487,595,514 |
| Balance as at 8 January 2017 | 72 | 57,864 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EH4 | | | | |
|--------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 2 May 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL intercompany debt | | 1,209,554,795 | | |
| Shares and investments | | 4,236,277 | | |
| Interest received | 24 | 122,979 | | |
| Corporation tax refund | | 480,170 | | |
| Receipt from disputed claims account | | 217 | | |
| Group relief receipts | | 1,299,772 | | |
| Transfer from Administrator | | | | 1,215,423,999 |
| | 24 | 1,215,694,210 | NIL | 1,215,423,999 |
| Payments | | | | |
| Transfer to Supervisor | | 1,215,423,999 | | |
| Share transfer fee | | 53,000 | | |
| Administrators' fees and expenses | | 140,617 | | |
| Legal fees | | 26,801 | | |
| Irrecoverable VAT | | 29,950 | | |
| Payment to disputed claims account | | 215 | | |
| Other expenses | | 278 | | |
| Distributions to connected companies | | | | 1,215,423,999 |
| | NIL | 1,215,674,860 | NIL | 1,215,423,999 |
| Balance as at 8 January 2017 | 24 | 19,350 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EH5 | | | | |
|--------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 2 May 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL intercompany debt | | 355,391,851 | | |
| Tax refunds | | 4,380,359 | | |
| Interest received | 368 | 854,290 | | |
| Shares and investments | | 2,903,669 | | |
| Receipt from disputed claims account | | 61 | | |
| Transfer from Administrator | | | | 359,698,140 |
| | 368 | 363,530,230 | NIL | 359,698,140 |
| Payments | | | | |
| Transfer to Supervisor | | 359,698,140 | | |
| Surrender of ACT | | 2,465,941 | | |
| Group relief payments | | 672,320 | | |
| Administrators' fees and expenses | | 93,302 | | |
| Irrecoverable VAT | | 16,302 | | |
| Other expenses | | 322 | | |
| Payment to disputed claims account | | 60 | | |
| Share transfer premium | | 290,000 | | |
| Distributions to external creditors | | | | 2,357,375 |
| Distributions to connected companies | | | | 357,340,765 |
| | NIL | 363,236,387 | NIL | 359,698,140 |
| Balance as at 8 January 2017 | 368 | 293,843 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EFC | | | | |
|-------------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 3 Nov 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| Proceeds of settlement with TXU Corp (part C7 of CVA) | | 4,779,956 | | |
| Bank interest | 45 | 179,771 | | |
| Other income | | 275 | | |
| Barking group relief | | 1,092,322 | | |
| Receipt from disputed claims account | | 19,647 | | |
| Transfer from Administrator | | | | 4,794,436 |
| | 45 | 6,071,971 | NIL | 4,794,436 |
| Payments | | | | |
| Transfer to Supervisor | | 4,794,436 | | |
| Administrators' fees and expenses | | 169,249 | | |
| Subsidiary liquidation costs | | 12,283 | | |
| Irrecoverable VAT | | 112,148 | | |
| Legal fees | | 490,017 | | |
| Payment to disputed claims account | | 19,489 | | |
| Group relief payment | | 445 | | |
| Other expenses | | 36,707 | | |
| Un-recovered unfair prejudice costs | | 400,975 | | |
| Distributions to external creditors | | | | 4,794,391 |
| Net interest on disputed claims | | | | 45 |
| | NIL | 6,035,749 | NIL | 4,794,436 |
| Balance as at 8 January 2017 | 45 | 36,222 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| TXU Eastern Finance (A) Limited and TXU Eastern Finance (B) Limited | | | | |
|---------------------------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| £ | EFA Administration | | EFB Administration | |
| | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 3 Nov 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 3 Nov 03 to 8 Jan 17 |
| Receipts | | | | |
| Loan from TXU Eastern Funding Company | | 1,705 | | 1,705 |
| | NIL | 1,705 | NIL | 1,705 |
| Payments | | | | |
| Statutory advertising | | 1,451 | | 1,451 |
| VAT | | 254 | | 254 |
| | NIL | 1,705 | NIL | 1,705 |
| Balance as at 8 January 2017 | NIL | NIL | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EGH BV | | | | |
|---------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| | Administration | | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 20 Nov 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| Receipts from disputed claims account | | 12 | | |
| Intercompany receivables | | 98,149 | | |
| Interest received | | 405 | | |
| Transfer from Administrator | | | | 93,022 |
| | NIL | 98,566 | NIL | 93,022 |
| Payments | | | | |
| Transfer to Supervisor | | 93,022 | | |
| Payment to disputed claims account | | 12 | | |
| Legal fees | | 4,964 | | |
| Irrecoverable VAT | | 296 | | |
| Other expenses | | 272 | | |
| Distributions to connected companies | | | | 93,022 |
| | NIL | 98,566 | NIL | 93,022 |
| Balance as at 8 January 2017 | NIL | NIL | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EGO BV | | | | |
|--------------------------------------|---------------------------------------|----------------------------------------|---------------------------------------|----------------------------------------|
| £ | Administration | | CVA | |
| | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 20 Nov 03 to 8 Jan 17 | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | | | |
| ATL intercompany debt | | 54,996,808 | | |
| Intercompany loan | | 1,622,359 | | |
| Receipt from disputed claims account | | 100,184 | | |
| Interest received | 103 | 402,153 | | |
| Barking group relief | | 366,939 | | |
| Other income | | 10,430 | | |
| Transfer from Administrator | | | | 53,391,986 |
| | 103 | 57,498,873 | NIL | 53,391,986 |
| Payments | | | | |
| Transfer to Supervisor | | 53,391,986 | | |
| Administrators' fees and expenses | | 1,814,280 | | |
| Subsidiary administration costs | | 22,436 | | |
| Legal fees | 1,752 | 1,393,177 | | |
| Irrecoverable VAT | 368 | 556,531 | | |
| Payment to disputed claims account | | 99,380 | | |
| Dutch tax payment | | 83,319 | | |
| Professional fees | | 50,271 | | |
| Other expenses | 211 | 6,363 | | |
| Distributions to external creditors | | | | 37,154,452 |
| Distributions to connected companies | | | | 16,237,303 |
| Net interest on disputed claims | | | | 231 |
| | 2,331 | 57,417,743 | NIL | 53,391,986 |
| Balance as at 8 January 2017 | (2,228) | 81,131 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EH3 | | |
|--------------------------------------|---------------------------------------|----------------------------------------|
| CVA | | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | |
| Transfer from Administrator | | 474,406,147 |
| | NIL | 474,406,147 |
| Payments | | |
| Other costs | | 605,022 |
| Distributions to external creditors | | 245,812,349 |
| Distributions to connected companies | | 227,988,763 |
| Net interest on disputed claims | | 13 |
| | NIL | 474,406,147 |
| Balance as at 8 January 2017 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| TEG (HO) | | |
|--------------------------------------|---------------------------------------|----------------------------------------|
| | CVA | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | |
| Transfer from Administrator | | 11,761,553 |
| | NIL | 11,761,553 |
| Payments | | |
| Distributions to external creditors | | 36,491 |
| Distributions to connected companies | | 11,724,672 |
| Net interest on disputed claims | | 390 |
| | NIL | 11,761,553 |
| Balance as at 8 January 2017 | NIL | NIL |

Source: Officeholders records

Receipts and payments accounts (cont.)

| EH1 | | |
|--------------------------------------|---------------------------------------|----------------------------------------|
| CVA | | |
| £ | Six months 9 Jul 16 to 8 Jan 17 | Cumulative 31 Mar 05 to 8 Jan 17 |
| Receipts | | |
| Transfer from Administrator | | 8,371,210 |
| | NIL | 8,371,210 |
| Payments | | |
| Distributions to connected companies | | 8,371,210 |
| | NIL | 8,371,210 |
| Balance as at 8 January 2017 | NIL | NIL |

Source: Officeholders records



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