
FINAL REPAYMENT DIRECTION

THIS FINAL REPAYMENT DIRECTION is made under clause 7 of the Deed of Undertaking made on 28 January 2022, between the GAS AND ELECTRICITY MARKETS AUTHORITY (the Authority) acting by THE OFFICE OF GAS AND ELECTRICITY MARKETS (Ofgem) and British Gas Trading Limited (the True-up Agreement).

1. In accordance with its obligations under clause 5 of the True-up Agreement **British Gas Trading Limited** (Company Number: **03078711**) has submitted to the Authority a True-up in relation to acting as Supplier of Last Resort (SoLR) to customers of the former **Neon Reef Limited** (Company Number: **10871657**) and **Social Energy Supply Limited** (Company Number: **10300609**).
2. The Authority has reviewed the True-up in accordance with clause 5 of the True-up Agreement and has determined that the Valid True-up Amount is an Excess. The reasons for the Authority's decision can be found in its decision document published on 13 December 2024.
3. The Authority provided a draft of this Repayment Direction to British Gas Trading Limited in accordance with clause 7.1 of the True-up Agreement and has considered representations and responses in accordance with clause 7.2.
4. In accordance with clause 7 of the True-up Agreement the Authority directs that the Excess, plus Interest accrued, shall be repaid as follows:
 - a. Amount: Excess of **£368,778.94**. is to be paid at the time and by the method below.
 - b. Interest: Interest of **£55,798.50** accrued in respect of the Excess and is to be paid at the same time and by the same method as the Excess.
 - c. Method: 12 monthly payments of combined Excess and Interest is to be made to each relevant network operator as set out in clause 6 of this Direction.
 - d. Time: Payments to commence from April 2025.
5. The total amount of Excess and Interest to be paid by British Gas Trading Limited is **£424,577.44**.
6. Repayment is to be made to the relevant gas transporter licensees, as set out in Schedule 1, and the relevant electricity distribution licensees, as set out in Schedule 2, in the following amounts:
 - a. **45%** of the total amount be repaid by British Gas Trading Limited **£191,059.85** is to be paid to each relevant gas transporter licensee in the proportions set out in Schedule 1;
 - b. **55%** of the total amount be repaid by British Gas Trading Limited **£233,517.59** is to be paid to each relevant electricity distribution licensee in the proportions set out in Schedule 2.

Dated: 13/12/2024



Rohan Churm
Director, Financial Resilience and Control
Duly authorised on behalf of the Authority

Schedule 1 – Allocation to Gas Networks

| GDN | Number of customers | Proportion |
|------------------------|---------------------|-------------|
| Cadent - East | 4,047,550 | 18.29% |
| Cadent - London | 2,275,880 | 10.28% |
| Cadent - North West | 2,703,077 | 12.21% |
| Cadent - West Midlands | 1,974,448 | 8.92% |
| NGN | 2,559,861 | 11.56% |
| SGN - Scotland | 1,851,977 | 8.37% |
| SGN - Southern | 4,150,169 | 18.75% |
| WWU | 2,572,262 | 11.62% |
| Total | 22,135,222 | 100% |

Schedule 2 – Allocation to Electricity Networks

| Distribution Licensee | Total Number of Premises | Proportion of Total Number of Premises |
|---|--------------------------|--|
| Electricity North West Limited | 2,430,849 | 8.00% |
| Northern Powergrid (Northeast) plc | 1,617,207 | 5.32% |
| Northern Powergrid (Yorkshire) plc | 2,312,506 | 7.61% |
| Scottish Hyrdro Electric Power Distribution plc | 795,437 | 2.62% |
| Southern Electric Power Distribution plc | 3,148,028 | 10.36% |
| SP Distribution plc | 2,020,040 | 6.65% |
| SP Manweb plc | 1,533,364 | 5.05% |
| Eastern Power Networks plc | 3,707,444 | 12.21% |
| London Power Networks plc | 2,415,875 | 7.95% |
| South Eastern Power Networks plc | 2,351,552 | 7.74% |
| Western Power Distribution (East Midlands) plc | 2,699,235 | 8.89% |
| Western Power Distribution (South Wales) plc | 1,159,228 | 3.82% |
| Western Power Distribution (South West) plc | 1,657,791 | 5.46% |
| Western Power Distribution (West Midlands) plc | 2,523,467 | 8.31% |
| Total | 30,372,023 | 100% |