

Original Accession Agreement

The REC provides for certain Parties to agree to be bound by the REC from the effective date of its designation. These 'Original Parties' will be the Retail Energy Company Limited (**RECCo**) and those current licence holders who are obliged by their licences to become a party to the REC.

The REC provides for these Original Parties to enter into an accession agreement in the form designated by the Authority. The attached form of Accession Agreement is that designated form.

Please arrange for the Accession Agreement to be entered into by each licence holder that is obliged to become a party to the REC. Separate agreements should be entered into by each separate licensee. However, a legal entity holding more than one licence need sign only one agreement.

The agreement is dated 28 February 2019, which is the date from which the REC will become effective, and the date from which the Original Parties will be bound by the REC.

Each Original Party should please:

1. complete the Party's details in the Schedule to the agreement;
2. include the Party's full legal name in the signature block;
3. arrange to have the agreement signed as a deed by an authorised representative of the Party (for a company, this would normally require signature by a director);
4. have this signature witnessed; and
4. return letter to: **Gus Wood, Gowlings, 4 More London Riverside, London SE1 2AU**

Subscription Letter

The Company Governance Schedule of the REC envisages that each Party will become a shareholder in RECCo. We have provided a template subscription letter to be completed by each Party so that it can subscribe for a share in RECCo.

Again, a separate letter will be required from each licensee, but a legal entity holding more than one licence need sign only one letter.

By signing the letter and returning it to us (on behalf of RECCo), the licensee is applying for one share in the capital of RECCo. This share will be a 'nil paid' share, meaning that it will not be paid for when allotted. The Share will need to be paid for (£1) at a certain point in the future, as described in the Company Governance Schedule. The rights and obligations of shareholders of RECCo are set out in the Company Governance Schedule, which also includes a copy of RECCo's Articles of Association.

Each Subscriber should please:

1. print the letter on the Subscriber's headed paper and include the date on which it is signed;
2. include the Subscriber's full legal name in the signature block;
3. arrange to have the letter signed as a deed by an authorised representative of the Subscriber (for a company, this would normally require signature by a director);
4. have this signature witnessed; and
5. return the letter to **Gus Wood, Gowlings, 4 More London Riverside, London SE1 2AU**