

ENW CAPITAL FINANCE PLC

Annual Report and Financial Statements

for the 9 month period ended 31 December 2025

Registered No. 06873051

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STRATEGIC REPORT

The directors present their Strategic Report on ENW Capital Finance plc (“the Company”) for the 9 month period ended 31 December 2025.

Company overview and principal activities

The principal activity of the Company is as a financing company.

The immediate parent of the Company is North West Electricity Networks plc (“NWEN plc”). The Company is part of the sub-group headed by Electricity North West (Holdings) Limited (“ENW(H)”, formerly North West Electricity Networks (Jersey) Limited. In the prior year, Scottish Power Energy Networks Holdings Limited (“SPENH”) acquired 88% of the shares of ENW(H), with control commencing from 20 March 2025, following approval of the acquisition by the Competitions and Markets Authority. The remaining 12% of the shares are retained by KDM Power Limited. Scottish Power Limited (“SPL”) is the United Kingdom (“UK”) holding company of the Scottish Power Limited group (“ScottishPower”), of which the Company and ENW(H) are members. The ultimate parent of the Company is Iberdrola, S.A. (“Iberdrola”), one of the largest utility companies in the world.

On 10 October 2025, the accounting reference date of the Company was changed from 31 March to 31 December, therefore, this report covers the 9 month period from 1 April 2025 to 31 December 2025. The comparative figures are for the year ended 31 March 2025 and, therefore, are not directly comparable to the current period due to the difference in length of reporting period. This change was implemented to align the Company's financial reporting period with that of the wider Iberdrola group.

The Company has previously had listed debt in issue; this debt was repaid at par on maturity in June 2015. At 31 December 2025, there were no plans to issue debt in the Company; the Company is being retained for any future financing needs.

There have been no significant changes to the activity of the Company in the period ended 31 December 2025, nor are there any confirmed future changes.

Financial review and key performance indicators

The results for the 9 month period are set out in the Statement of profit or loss and other comprehensive income; there was no pre-tax movement in the year (Mar 2025: £2k).

The statement of financial position shows cash of £76k (Mar 2025: £76k) and net assets of £62k (Mar 2025: £62k).

Non-financial key performance indicators

As the Company is solely a financing company and there are no employees, there are no non-financial KPIs relevant to the Company.

STRATEGIC REPORT (continued)

Principal risks and uncertainties

An assessment of the change in risk affecting the Company has been carried out and the principal risks are deemed comparable period on period.

As there have been no transactions through the Company during the current period, nor are there plans for the Company to issue debt in the coming year, there are no principal risks and uncertainties facing the Company.

ON BEHALF OF THE BOARD



Charles Langan

Director

28 May 2026

DIRECTORS' REPORT

The directors present their Annual Report and Financial Statements of ENW Capital Finance plc ("the Company"), registered company number 06873051, for the 9 month period ended 31 December 2025.

General Information

The Company is a public company limited by shares and incorporated and domiciled in England, the United Kingdom under the Companies Act 2006.

The Company's registered address is Borrton Street, Stockport, England, SK1 2JD.

Dividends

Dividends paid in the period were £nil (Mar 2025: £nil). The directors do not propose a final dividend for the 9 month period ended 31 December 2025.

Financial risk management

As the Company does not have any debt in issue, it is not exposed to any significant financial risk.

Engagement with suppliers, customers and others

The directors have had regard to the need to foster the Company's business relationships with suppliers, customers and others. The Company is solely a financing company, is non-trading and has no direct suppliers or customers. The Company's primary business relationships are with finance lenders and investors, relationships with whom are managed by the Head of Corporate Finance and Investor Relations.

Employees

There are no employees of the Company.

Future developments

There are no planned changes to the business activities of the Company.

Board composition

The directors who held office during the period were as follows:

Stephanie Trubshaw (appointed 28 July 2025)	Executive director
Christopher Johns	Executive director
Ian Smyth (resigned 2 July 2025)	Executive director
Beatrice Araujo	Non-executive director
Charles Langan	Non-executive director

Beatrice Araujo resigned as a non-executive director on 1 January 2026.

Harold Hutchinson was appointed as an independent non-executive director on 1 January 2026.

Chris Johns resigned as an executive director on 30 April 2026.

Directors served for the whole period, and to the date of this report, except where otherwise indicated. At no time during the period did any director have a material interest in any contract or arrangement which was significant in relation to the Company's business.

DIRECTORS' INDEMNITY

In terms of the Company's Articles of Association, a qualifying third-party indemnity provision is in force for the benefit of all the directors of the Company and has been in force during the financial period.

DIRECTORS' REPORT (continued)

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ANNUAL REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, including FRS 101 "*Reduced Disclosure Framework*"), and applicable law.

Under company law, directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that its financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the Company's financial information published on the Electricity North West Limited ("ENWL") website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Each of the directors in office as at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the Company's auditor is unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Independent auditor

KPMG LLP, the independent auditor of Scottish Power Limited and its principal subsidiaries, was appointed auditor of the Company for the period ended 31 December 2025 in place of the retiring auditor, PricewaterhouseCoopers LLP.

ON BEHALF OF THE BOARD



Charles Langan

Director

28 May 2026

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ENW CAPITAL FINANCE PLC**Opinion**

We have audited the financial statements of ENW Capital Finance PLC ("the Company") for the 9 month period ended 31 December 2025 which comprise the Statement of financial position, Income statement, Statement of comprehensive income, Statement of changes in equity, and related notes, including the accounting policies in note 2.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2025 and of its results profit for the 9 month period then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the Company's business model and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period.

We assessed the completeness of the going concern disclosure.

Our conclusions based on this work:

- we consider that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate;
- we have not identified, and concur with the directors' assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the Company will continue in operation.

Fraud and breaches of laws and regulations – ability to detect*Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ENW CAPITAL FINANCE PLC (continued)**Fraud and breaches of laws and regulations – ability to detect** *continued*

- Enquiring of directors, the internal audit function, the Company's legal function and the compliance function and inspection of policy documentation as to the Company's high-level policies and procedures to prevent and detect fraud, including the internal audit function, and the Company's channel for "whistleblowing", as well as whether they have knowledge of any actual, suspected or alleged fraud.
- Reading Board meeting minutes.
- Using analytical procedures to identify any unusual or unexpected relationships.

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries.

On this audit we do not believe there is a fraud risk related to revenue recognition because there are no revenue transactions.

We did not identify any additional fraud risks.

We performed procedures including:

- Identifying journal entries and other adjustments to test based on risk criteria and comparing the identified entries to supporting documentation. These included those posted by senior finance management and those posted to unusual accounts.

Identifying and responding to risks of material misstatement related to compliance with laws and regulations

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, through discussion with the directors and others management (as required by auditing standards), and discussed with the directors and other management the policies and procedures regarding compliance with laws and regulations.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies legislation), distributable profits legislation and taxation legislation, and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Secondly, the Company is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: GDPR compliance, health and safety legislation, fraud, corruption and bribery legislation. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the directors and other management and inspection of regulatory and legal correspondence, if any. Therefore, if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ENW CAPITAL FINANCE PLC (continued)*Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ENW CAPITAL FINANCE PLC (continued)

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Gordon Herbertson (Senior Statutory Auditor)

for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants

319 St Vincent Street

Glasgow

G2 5AS

28 May 2026

STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

for the 9 month period ended 31 December 2025

	Notes	9 month to Dec 2025 £000	12 months to Mar 2025 £000
OPERATING RESULT	4	-	-
Finance income	6	-	2
PROFIT BEFORE INCOME TAX		-	2
Income tax expense	7	-	-
PROFIT FOR THE PERIOD		-	2
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		-	2

The results for the current period and prior year are derived from continuing operations.

The above statement of profit or loss and other comprehensive income should be read in conjunction with the notes which form part of these financial statements.

ENW CAPITAL FINANCE PLC

Annual Report and Financial Statements for the 9 month period ended 31 December 2025

STATEMENT OF FINANCIAL POSITION

at 31 December 2025

	Notes	At Dec 2025 £000	At Mar 2025 £000
CURRENT ASSETS			
Cash and cash equivalents		76	76
TOTAL ASSETS		76	76
CURRENT LIABILITIES			
Amounts owed to parent undertaking	8	(14)	(14)
TOTAL LIABILITIES		(14)	(14)
NET CURRENT ASSETS AND NET ASSETS		62	62
CAPITAL AND RESERVES			
Called up share capital	9	13	13
Retained earnings		49	49
TOTAL SHAREHOLDERS' FUNDS		62	62

The above statement of financial position should be read in conjunction with the notes which form part of these financial statements.

Approved by the Board and signed on its behalf on 28 May 2026:



Charles Langan
Director

STATEMENT OF CHANGES IN EQUITY

for the 9 month period ended 31 December 2025

	Called up share capital (Note 9) £000	Retained earnings £000	Total shareholders' funds £000
At 1 April 2024	13	47	60
Profit and total comprehensive income for the financial year	-	2	2
At 31 March 2025 and 1 April 2025	13	49	62
Profit and total comprehensive income for the financial period	-	-	-
At 31 December 2025	13	49	62

The above statement of changes in equity should be read in conjunction with the notes which form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

for the 9-month period ended 31 December 2025

ENW Capital Finance plc (“the Company”), registered company number 06873051, is a public company limited by shares, incorporated and domiciled in the United Kingdom. The registered address of the Company is: Electricity North West, Borrton Street, Stockport, England, SK1 2JD.

On 10 October 2025, the accounting reference date of the Company was changed from 31 March to 31 December, therefore, this report covers the 9 month period from 1 April 2025 to 31 December 2025. The comparative figures are for the year ended 31 March 2025 and, therefore, are not directly comparable to the current period due to the difference in length of reporting period. This change was implemented to align the Company's financial reporting period with that of the wider Iberdrola group.

1 BASIS OF PREPARATION

The material accounting policies adopted in the preparation of these financial statements are set out in Note 3. Monetary amounts are presented in pound sterling, which is the functional currency of the Company. All values are stated in thousand pounds (£000) unless otherwise indicated.

The financial statements have been prepared in accordance with Financial Reporting Standard 101 ‘*Reduced Disclosure Framework*’ (“FRS 101”). The financial statements have been prepared on the historical cost basis, and in accordance with the Companies Act 2006.

The Company has adopted FRS 101 on the basis that it meets the definition of a qualifying entity under FRS 100 ‘*Application of Financial Reporting Requirements*’ and the financial statements have, therefore, been prepared in accordance with FRS 101, as issued by the Financial Reporting Council.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- IFRS 7, ‘*Financial instruments: Disclosures*’;
- The following paragraphs of IAS 1, ‘*Presentation of financial statements*’: 10(d) statement of cash flows; 16 statement of compliance with all IFRS; 38B-D additional comparative information; 111 statement of cash flows information; and 134-136 capital management disclosures,
- IAS 7, ‘*Statement of cash flows*’;
- Paragraphs 30 and 31 of IAS 8, ‘*Accounting policies, changes in accounting estimates and errors*’ (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective),
- The requirements in IAS 24, ‘*Related party disclosures*’, to disclose related party transactions entered into between two or more members of a group.

Where relevant, equivalent disclosures are given in the consolidated financial statements of North West Electricity Networks plc, the smallest group in which the current period results of the Company are consolidated; those consolidated financial statements are available to the public and can be obtained as set out in Note 10.

NOTES TO THE FINANCIAL STATEMENTS

1 BASIS OF PREPARATION (continued)

Going concern

The financial statements have been prepared on a going concern basis, which the directors consider to be appropriate for the following reasons.

The directors have performed a going concern assessment which indicated that the Company will have sufficient funds to meet its liabilities as they fall due for at least 12 months from the date of approval of these financial statements, the going concern assessment period.

The principal activity of the Company is as a financing company within the group headed by ENW(H); the key trading subsidiary in the ENW(H) group is Electricity North West Limited ("ENWL"). The Company's cash flows are therefore dependent on the continuation of those operations and have been considered as part of the ENW(H)'s cash flow forecasts, on which the directors of the ENW(H) group have performed an assessment of reasonably possible downsides.

Cash and liquidity are managed centrally by the ENW(H) group treasury function, in conjunction with the ScottishPower and Iberdrola treasury functions. The Company has a letter of support from Scottish Power UK plc ("SPUK") through to at least 30 June 2027 for the provision of financial support to assist the Company in meeting its liabilities as they fall due, to the extent that money is not otherwise available to the Company.

As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

Consequently, the directors are confident that the Company will have sufficient funds to continue to meet their liabilities as they fall due for at least 12 months from the date of approval of these financial statements and, therefore, have prepared the financial statements on a going concern basis.

Adoption of new and amended standards

There are no new or amended standards effective for the current period that impact the Company.

2 JUDGEMENTS AND ESTIMATES

In preparing these financial statements, management has made judgements and estimates about the future, including climate-related risks and opportunities, that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

At the reporting date, management has not identified any critical judgements or significant estimation uncertainties that may have a significant impact on the reported assets, liabilities, income or expense.

Non-significant judgements

Management has considered a non-significant judgement relating to climate change. This consideration focussed on the Company's going concern position. No material impact on the judgements and estimates made in the preparation of the financial statements has been identified.

NOTES TO THE FINANCIAL STATEMENTS

3 MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been applied consistently in the current period and prior year.

Taxation

The tax expense represents the sum of current and deferred tax charges or credits for the financial period, adjusted for prior year items.

Current tax is based on taxable profit for the period and is calculated using tax rates and laws that have been enacted, or substantively enacted, at the reporting date. There is no deferred tax in the Company.

Cash and cash equivalents

Cash and cash equivalents include cash at bank and other short-term highly liquid investments which are readily convertible into known amounts of cash and have an original maturity of 3 months or less and which are subject to an insignificant risk of change in value.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

NOTES TO THE FINANCIAL STATEMENTS

4 OPERATING RESULT

Audit fees payable to the Company's auditor and its associates for the audit of the financial statements for the period ended 31 December 2025 of £17k (Mar 2025: £10k) were borne by another company in the ENW(H) group and have not been recharged. Total non-audit fees payable to the Company's auditor and its associates were £nil (Mar 2025: £nil).

5 DIRECTORS AND EMPLOYEES

The Company had no employees during the period (Mar 2025: none).

The Company's key management personnel comprise solely of its directors. As these directors are remunerated for their work on other ENW(H) group companies, it has not been possible to apportion the remuneration specifically in respect of services to the Company. Of the 5 (Mar 2025: 5) directors who held office during the period, 5 (Mar 2025: 4) were remunerated by other ENW(H) group companies.

The remuneration of the directors who provided qualifying services is set out in the table below:

	9 months to Dec 2025 £000	12 months to Mar 2025 £000
Short-term employee benefits	1,496	2,885
Other long-term incentive schemes	100	-
Post-employment benefits	34	-
Termination benefits	1,398	17
Share-based payments	432	-
Emoluments solely in relation to services provided to the Group	3,460	2,902
Additional amounts of bonuses in relation to the sale of the ENW(H) Group and continuing employment by the Group	-	2,050
Total emoluments	3,460	4,952

The aggregated emoluments of the highest paid director in the period to 31 December 2025 in respect of services to the ENW(H) Group amounted to £1,593k (Mar 2025: £2,807k). The pension contributions for the highest paid director for the period ended 31 December 2025 were £nil (Mar 2025: £nil). The highest paid director had not exercised any share options in the current or prior period.

	9 months to Dec 2025 Number	12 months to Mar 2025 Number
Number of directors who exercised share options	1	-
Number of directors who received shares under a LTIP scheme	1	-
Number of directors accruing retirement benefits under a defined benefit scheme	1	-
Number of directors accruing retirement benefits under a defined contribution scheme	1	-

As at 31 December 2025 and 31 March 2025 the directors had no interests in the ordinary shares of the Company.

NOTES TO THE FINANCIAL STATEMENTS

6 FINANCE INCOME

	9 months to Dec 2025 £000	12 months to Mar 2025 £000
Interest receivable on bank current account	-	2

7 INCOME TAX

	9 months to Dec 2025 £000	12 months to Mar 2025 £000
Current tax:		
Current period	-	-
Income tax expense	-	-

Corporation tax is calculated at 25% (Mar 2025: 25%) of the estimated assessable profit for the period.

There is no deferred tax, recognised or unrecognised, in the Company.

The table below reconciles the notional tax charge at the UK statutory rate to the effective tax rate for the period:

	9 months to Dec 2025 £000	12 months to Mar 2025 £000
Profit before income tax	-	2
Tax at the UK corporation tax rate of 25% (Mar 2025: 25%)	-	-
Income tax expense	-	-

Pillar Two model rules

The ultimate parent company is Iberdrola, S.A., a company registered in Spain. Iberdrola, S.A. is the parent company of a global group within the scope of the Organisation for Economic Co-operation and Development's Pillar Two model rules and is, therefore, responsible for calculating the multinational top up tax for the Iberdrola group. The Iberdrola group is not within the scope of multi-national top-up tax.

The UK has enacted legislation to incorporate the Pillar Two model rules with effect from 1 January 2024. This includes domestic top up tax ("DTT") legislation. The UK companies in the Iberdrola group are within the scope of the DTT legislation and an assessment has been undertaken to determine if there is a risk of exposure to UK DTT. Based on the prescribed rules in the Pillar Two legislation, the calculated UK effective tax rate is assessed to be above 15% and thus no UK DTT charge is expected.

The Company has applied the exception issued by the International Accounting Standards Board in May 2023 from the requirement to recognise and disclose information about deferred tax assets and liabilities related to Pillar Two income taxes.

NOTES TO THE FINANCIAL STATEMENTS

8 AMOUNTS OWED TO PARENT UNDERTAKING

	At Dec 2025	At Mar 2025
	£000	£000
Amounts falling due within one year	14	14

Amounts owed to parent undertaking relate to amounts owed to North West Electricity Networks plc, for group tax relief and are interest free and repayable on demand.

9 CALLED UP SHARE CAPITAL

	At Dec 2025	At Mar 2025
	£000	£000
Authorised:		
50,000 ordinary shares of £1 each (Mar 2025: 50,000)	50	50
Allotted, called up and fully paid:		
50,000 ordinary shares of £1 each, of which £0.25 has been called up and paid (Mar 2025: 50,000)	13	13

10 PARENT, ULTIMATE PARENT AND CONTROLLING PARTY

The immediate parent undertaking is NWEN plc.

The smallest group in which the results of the Company are consolidated is that headed by NWEN plc, a company incorporated and registered in the United Kingdom; those consolidated financial statements can be obtained from the registered office of NWEN plc: Borron Street, Stockport, Cheshire, SK1 2JD.

The largest group in which the results of the Company are consolidated is that headed by Iberdrola, S.A. , a company incorporated and registered in Spain; those consolidated financial statements can be obtained from the registered address of Iberdrola, S.A: Torre Iberdrola, Plaza Euskadi 5, 48009, Bilbao, Spain.

The directors regard Iberdrola, S.A. as the ultimate parent undertaking and the ultimate controlling party.

11 CONTRACTUAL COMMITMENTS

At 31 March 2025 and 31 December 2025, there were no commitments contracted for but not recognised as liabilities in the financial statements.