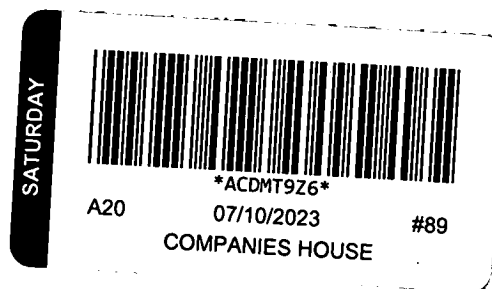


Company Registration Number: 8116471

Carbon Sentinel Limited

Directors' Report and Unaudited Financial Statements

For the year ended 31 March 2023



Carbon Sentinel Limited
Directors' Report
For the year ended 31 March 2023

The Directors present their report and the unaudited financial statements of Carbon Sentinel Limited ("the Company") for the year ended for the year ended 31 March 2023.

Review of the business

The Company has been dormant within the meaning of the Companies Act 2006 throughout the year.

Profit and loss account

No profit and loss account is presented with these financial statements because the Company has not received income, incurred expenditure or recognised any gains or losses during either the year under review or the preceding accounting period. There have been no movements in total shareholders' deficit during the year under review or the preceding accounting period.

Directors

The Directors of the Company during the year and up to the date of signing the financial statements were:

A J Benjamin

S R Culkin

Statement of Directors' responsibilities

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 101 "Reduced Disclosure Framework". Under company law the 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 these 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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 the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Carbon Sentinel Limited
Directors' Report (continued)
For the year ended 31 March 2023

Directors' indemnity

National Grid has arranged, in accordance with the Companies Act 2006 and the Articles, qualifying third-party indemnities against financial exposure that Directors may incur in the course of their professional duties. Equivalent qualifying third-party indemnities were, and remain, in force for the benefit of those Directors who stood down from the Board in prior financial years for matters arising when they were Directors of the Company. Alongside these indemnities, National Grid places Directors' and Officers' liability insurance cover for each Director.

The Directors' Report was approved by the Board of Directors and was signed by order of the Board on its behalf by:

DocuSigned by:

Lawrence Hagan

882598C639FF40A...

L Hagan

Company Secretary

28 September 2023

Registered office:

1-3 Strand

London

WC2N 5EH

Registered in England and Wales

Company registration number: 8116471

Carbon Sentinel Limited
Balance sheet
As at 31 March 2023


| | Notes | 2023 £'000 | 2022 £'000 |
|--|-------|---------------|---------------|
| Creditors (amounts falling due within one year) | | | |
| Amounts owed by a fellow subsidiary undertaking | | (20) | (20) |
| Net liabilities | | <u>(20)</u> | <u>(20)</u> |
| Equity | | | |
| Share capital | 4 | — | — |
| Profit and loss account | | (20) | (20) |
| Total shareholders' deficit | | <u>(20)</u> | <u>(20)</u> |

For the year ending 31 March 2023 the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The Directors acknowledge their responsibility for:

- 1) Ensuring the members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006; and
- 2) Ensuring that the Company has complied with the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements on pages 3 to 5 were approved by the Board of Directors on 28 September 2023 and signed on its behalf by:

DocuSigned by:

D147F3AFBCBA4F8...
S R Culkin
 Director

Carbon Sentinel Limited
 Company registration number: 8116471

Carbon Sentinel Limited
Notes to the unaudited financial statements
For the year ended 31 March 2023

1 Accounting policies

Carbon Sentinel Limited is a private company, limited by shares. The Company is incorporated and domiciled in England with its registered office a 1-3 Strand, London, WC2N 5EH.

Basis of preparation

The Company meets the definition of a qualifying entity under Financial Reporting Standard 100 (FRS 100) issued by the Financial Reporting Council. Accordingly, these financial statements of the Company have been prepared in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101). In preparing these financial statements, the Company applies the recognition and measurement requirements of International Financial Reporting Standards (IFRS) as adopted by the UK, but makes amendments where necessary in order to comply with the Companies Act 2006.

These financial statements have been prepared on an historical cost basis and are presented in pounds sterling which is the currency of the primary economic environment in which the Company operates. The 2022 comparative financial information has also been prepared on this basis.

These financial statements have been prepared on a going concern basis, which presumes that the Company has adequate resources to remain in operation, and that the Directors intend it to do so, for at least one year from the date the financial statements are signed.

The Company is in a net liabilities position, but is expected to continue to be in a position to obtain finance via intercompany loans to continue to operate for the foreseeable future. In completing this analysis, the Directors have considered the ability of the National Grid group to provide such finance and have received assurances in writing that the Group will continue to provide funding for the foreseeable future. Therefore, they continue to adopt the going concern basis of accounting in preparing the financial statements.

2 Profit and loss account

No profit and loss account is presented with these financial statements because the Company has not received income, incurred expenditure or recognised any gains or losses during either the year under review or the preceding accounting period. There have been no movements in the total shareholders' deficit during the year under review or the preceding accounting period.

3 Directors and employees

The emoluments of the Directors are not paid to them in their capacity as Directors of the Company and are payable for services wholly attributable to other National Grid subsidiary undertakings. Accordingly, no details in respect of their emoluments have been included in these financial statements. During the year, there were 2 Directors (2022: 2) who exercised share options in or received ordinary shares as part of long-term incentive plans of the ultimate parent company, National Grid plc.

There were no employees of the Company during the year (2022: none).

4 Share capital

| | 2023 | 2022 |
|---|----------|----------|
| | £ | £ |
| Allotted, called up and fully paid | | |
| 1 (2022: 1) ordinary share of £1 each | <u>1</u> | <u>1</u> |

Carbon Sentinel Limited
Notes to the unaudited financial statements (continued)
For the year ended 31 March 2023

5 Related party transactions

The Company is exempt under FRS 101.8(k) from disclosing transactions with National Grid plc and its subsidiary undertakings where all of the voting rights are held within the group. There were no related party transactions with other companies.

6 Ultimate parent company

The ultimate parent and controlling company is National Grid plc and the immediate parent company is National Grid Carbon Limited. The largest and smallest group which includes the Company and for which consolidated financial statements are prepared is headed by National Grid plc. Both of these companies are registered in England and Wales.

Copies of these consolidated financial statements can be obtained from the Company Secretary, National Grid plc, 1-3 Strand, London, WC2N 5EH.