

# Fixed + Reset

**Electricity supply contracts explained** for large business customers

Effective from 1 January 2024

# B Bow do our fixed price contracts with Reset compare?

|                                 |                  |                                     | Ê                     | 0                              | 0                 |  |
|---------------------------------|------------------|-------------------------------------|-----------------------|--------------------------------|-------------------|--|
|                                 |                  | Fixed + Peace of Mind<br>with Reset | Fixed + Peace of Mind | Fixed + Standard<br>with Reset | Fixed + Standard  |  |
| ENERGY COSTS                    |                  |                                     |                       |                                |                   |  |
|                                 | Wholesale cost   | Fixed*                              | Fixed                 | Fixed*                         | Fixed             |  |
|                                 | Volume tolerance | Unlimited                           | Unlimited             | Unlimited                      | Unlimited         |  |
| THIRD PARTY COSTS               |                  |                                     |                       |                                |                   |  |
|                                 | AAHEDC           | Fixed                               | Fixed                 | Fixed                          | Fixed             |  |
|                                 | Elexon           | Fixed                               | Fixed                 | Fixed                          | Fixed             |  |
| Delivery                        | BSUoS + RCRC     | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | DUoS             | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | TNUoS            | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | Tloss            | Fixed                               | Fixed                 | Fixed                          | Fixed             |  |
|                                 | Dloss            | Fixed                               | Fixed                 | Fixed                          | Fixed             |  |
| New<br>generation<br>incentives | RO               | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | FITs             | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | CfD              | Fixed                               | Fixed                 | Fixed at forecast              | Fixed at forecast |  |
|                                 | СМ               | Fixed                               | Fixed                 | Fixed                          | Fixed             |  |
| OTHER                           |                  |                                     |                       |                                |                   |  |
| Metering                        | Agent charges    | Variable                            | Variable              | Variable                       | Variable          |  |
| AVAILABLE FOR                   |                  |                                     |                       |                                |                   |  |
|                                 | HH Meters        | Yes                                 | Yes                   | Yes                            | Yes               |  |
|                                 | NHH Meters       | Yes                                 | Yes                   | Yes                            | Yes               |  |
|                                 | Start date       | Any                                 | Any                   | Any                            | Any               |  |
|                                 | Latest end date  | 30 September 2026                   | 30 September 2026     | 30 September 2026              | 30 September 2026 |  |
|                                 |                  |                                     |                       |                                |                   |  |

\*Please see conditions of Reset options on page 3.

Note: Some costs shown as 'Fixed' can be changed to 'Pass-through' on certain variations of the products shown. Please speak to your Account Manager if you would like to discuss these options in more detail.

## Fixed price contracts with Reset explained

The terms of the product you sign are not impacted by opting for the Reset option.

### What is a fixed price contract with Reset?

Whether you are on our Fixed + Peace of Mind or Fixed + Standard product, there remains no volume tolerance restriction.

The Reset option allows you to sign an extension to your current contract, provided the current contract has an end date beyond 30th April 2024, up to 30th September 2026. This could enable you to take advantage of lower rates and receive a merged rate from 1st April 2024.

### How do fixed price contracts with Reset work?

- EDF purchases your wholesale energy when you sign your contract. So if the wholesale energy market rises you will be safe in the knowledge that these costs won't change.
- If you take the opportunity to extend your contract in January and February 2024, EDF will combine the original contract with the extended contract.
- The new combined rates will take effect from 1 April 2024 to the extended period end date.

### How does the Reset option protect you from market volatility?

If the market increases after you've signed your contract, you'll be protected because your contract was signed before those increases occurred.

### What are the Reset option conditions?

All Reset requests are subject to a credit assessment. .

If the current contract is on our Fixed + Standard product, we reserve the right, when merging the rates, to also apply any non-energy cost reconciliation. If any commission values differ they will be blended and will be clearly displayed in the csv output and the TPI commission schedule.

The TPI must be the same for the renewal and for the extended contract. Also, it is not possible to switch from TPI to Direct or vice versa between the renewal and for the extended contract.

The product must remain the same for the renewal and for the extended contract. The offer is not available if you have previously taken advantage of a Reset offer.

#### What to look for in the fixed price contract Terms & Conditions

You should always read your Terms and Conditions before signing a contract. Please refer to provision 8 of your specific fixed contract Terms and Conditions for more information.

### EDF's zero carbon supply options

**Zero Carbon for Business** offers electricity supply backed by zero carbon generation\* and shows a genuine commitment to Net Zero. Choosing Zero Carbon for Business as part of your fixed price contract means you can report zero carbon emissions from your business's electricity purchases and improve your zero carbon credentials.

Make a positive change to your organisation's sustainability credentials and achieve your environment goals with our Renewable options - **UK Renewable, Clean Renewable or Select Renewable**. For a full range of renewable energy options, including Power Purchase Agreements (PPAs), contact EDF on 0800 328 9030.

\* Zero carbon electricity purchased for Zero Carbon for Business is supplied into the national grid. Zero Carbon for Business customers receive electricity via the national grid, not directly from zero carbon generators.



# Fixed price contracts with Reset explained

### What are third party costs?

Your electricity bill is made up of two main elements; the cost of electricity purchased on the wholesale market, which can be fixed by buying volume at a specific point in time, and third party costs.

These third party costs are related to the delivery of your electricity and investment in future generation. They sit outside your energy supplier's control. In recent years these costs have been rising and also becoming increasingly more difficult to predict.

The following sections briefly explain what these costs cover.

### Third party costs for the delivery of electricity

**Transmission Loss (Tloss)** - These represent the electricity normally lost as heat in conductors and transformers as power runs through the transmission network.

**Transmission Network Use of System (TNUoS)** - The costs charged by the transmission network companies for transporting electricity across the transmission system to the distribution networks, directly connected generators and customers. Costs can be separated into 'residual' charges for maintaining the existing network and 'forward-looking' charges to fund future investment.

**Distribution Loss (Dloss)** - These represent the electricity normally lost as heat in conductors and transformers as power runs through the distribution network.

**Distribution Use of System (DUoS) costs** - The costs charged by the distribution network companies for transporting electricity from the transmission system, and some directly connected generators, to customers. Costs can be separated into 'residual' charges for maintaining the existing network and 'forward-looking' charges to fund future investment.

**Balancing Services Use of System (BSUoS)** - BSUoS allows National Grid to recover the money it spends to balance the electricity system, which it needs to do for every second of the day. This maintains the quality and security of your electricity supply.

**Residual Cashflow Reallocation Cashflow (RCRC)** - RCRC is a debit or credit to all suppliers and generators ensuring that the total imbalance charge, set out by the Balancing and Settlement Code (BSC), is zero across all parties.

**Assistance for Areas with High Electricity Distribution Costs (AAHEDC)** - AAHEDC, previously referred to as the Hydro Levy, is a charge levied on all supply customers to subsidise the cost of distributing electricity in sparsely populated areas of the UK.

**Elexon** - This covers Elexon's costs for administering the wholesale electricity balancing and settlement arrangements and the associated documentation to comply with the Balancing and Settlement Code (BSC) for Great Britain.

### Third party costs for investment in future electricity generation

**Renewables Obligation (RO)** - A charge for supporting commercial scale renewable electricity projects in the UK.

**Feed in Tariff (FITs)** - A charge for the government programme designed to promote the uptake of a range of small-scale renewable and low carbon electricity generation technologies.

**Contracts for Difference (CfD)** - A charge for the government initiative that encourages new investment in zero carbon generation by providing investors a guaranteed income for the electricity they generate.

**Capacity Market (CM)** - A charge for supporting both generators, who invest and agree to generate electricity, and large users, who agree to reduce electricity consumption, to ensure there is enough capacity at times when demand is high and the network needs it the most.

**Energy Intensive Industries Exemption (EII)** - A cost related to the new 85% exemption from RO and FITs for businesses in energy intensive industries.

#### Like to know more?

If you would like more information about this contact your EDF Account Manager.

### We're proud to be a zero carbon supplier.

Every year we must publish details of the fuel sources that have been used to generate the electricity we supply to our customers. The information in the table below covers our supply licence for EDF Energy Customers Ltd for the period from April 2022 to March 2023. Our customers' electricity is sourced from our own UK power stations, the wholesale energy market and other independent power generators. We are a major supporter of independent renewable generators.

|   | Coal  | Gas   | Nuclear | Renewable | Other | CO₂ g/kWh | Radioactive<br>waste g/kWh |
|---|-------|-------|---------|-----------|-------|-----------|----------------------------|
| EDF's fuel mix                          | 1.6%  | 16.7% | 59.4%   | 21.0%     | 1.3%  | 87        | 0.0042                     |
| Contribution to<br>our carbon emissions | 17.4% | 71.0% | 0.0%    | 0.0%      | 11.6% |           |                            |
| UK average fuel mix                     | 3.4%  | 39.3% | 13.9%   | 40.8%     | 2.6%  | 186       | 0.0010                     |

The figures for UK average fuel mix are provided by the Department for Energy Security & Net Zero (DESNZ).

Depending on the tariff you are on, the fuel source and carbon emissions associated with the generation of your electricity may vary. For more information on our fuel mix, visit **edfenergy.com/fuelmix** 

| EDF's fuel mix per tariff or product | Coal | Gas   | Nuclear | Renewable | Other | CO₂ g/kWh | Radioactive<br>waste g/kWh |
|--------------------------------------|------|-------|---------|-----------|-------|-----------|----------------------------|
| Zero Carbon <sup>(1)</sup>           | 0.0% | 0.0%  | 100.0%  | 0.0%      | 0.0%  | 0         | 0.0070                     |
| Renewable <sup>(2)</sup>             | 0.0% | 0.0%  | 0.0%    | 100.0%    | 0.0%  | 0         | 0.0000                     |
| All other <sup>(3)</sup>             | 2.9% | 30.4% | 57.9%   | 6.5%      | 2.3%  | 159       | 0.0041                     |

<sup>(1)</sup> Zero carbon: Zero carbon tariffs and products include any sold as 'nuclear backed', such as Zero Carbon for Business (formerly Blue for Business). <sup>(2)</sup> Renewable: All renewable tariffs and products.

<sup>(3)</sup> All other: All other tariffs and products - tariffs not referred to as Zero Carbon or Renewable.

The nuclear backed and renewable electricity that we buy for Residential, SME, Zero Carbon for Business (formerly Blue for Business) or Renewable tariffs and products is supplied into the National Grid. Customers receive that electricity through the National Grid, not directly from zero-carbon generators.

### e-brochures

### a better way of working

Why an e-brochure? At EDF we are committed to using the most sustainable working practices wherever possible and this includes when delivering communications to our customers.

E-brochures significantly reduce the volume of printed material we need, reducing our carbon footprint.

Our customers appreciate e-brochures because they offer timely delivery of easy to access information in an ideal format for the modern screen based working environment.

edfenergy.com/large-business/sell-energy

To view our fuel mix visit edfenergy.com/fuel-mix

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