

Fixed + Peace of Mind

Electricity supply contracts explained for large business customers

How do our fixed price contracts compare?

| | |  Fixed + Peace of Mind |  Fixed + Standard |  Fixed + Protect |  Fixed + Reflective |
|---------------------------|------------------|--|---|--|---|
| ENERGY COSTS | | | | | |
| | Wholesale cost | Fixed | Fixed | Fixed | Fixed |
| | Volume tolerance | Unlimited | Unlimited | 20% limit | Unlimited |
| THIRD PARTY COSTS | | | | | |
| Delivery | AAHEDC | Fixed | Fixed | Fixed | Fixed |
| | Elexon | Fixed | Fixed | Fixed | Fixed |
| | BSUoS + RCRC | Fixed | Fixed | Fixed | Pass-through |
| | DUoS | Fixed | Fixed | Fixed | Pass-through |
| | TNUoS | Fixed | Fixed | Fixed | Pass-through |
| | Tloss | Fixed | Fixed | Fixed | Fixed |
| New generation incentives | Dloss | Fixed | Fixed | Fixed | Pass-through |
| | RO | Fixed | Fixed | Fixed with 40% tolerance | Pass-through |
| | FITs | Fixed | Fixed | Fixed with 40% tolerance | Pass-through |
| | CfD | Fixed | Fixed | Fixed with 40% tolerance | Pass-through |
| | CM | Fixed | Fixed | Fixed with 40% tolerance | Pass-through |
| | EII | Fixed | Excluded | Fixed | Pass-through |
| AVAILABLE FOR: | | | | | |
| | HH Meters | Yes | Yes | Yes | Yes |
| | NHH Meters | Yes | Yes | Yes | No |
| | Duration | Up to 36 months | Up to 36 months | Up to 36 months | Up to 36 months |
| | Start date | Any | Any | Any | Any |
| | Volume | 0-50GWh | 0-50GWh | 0-50GWh | 2-50GWh |

Note: whether these costs are fixed or pass-through can change depending on the price point you select.



Fixed + Peace of Mind explained

This contract guarantees your unit price will stay fixed in all but exceptional circumstances - no matter how much electricity you use.

What makes this product different to most other fixed contracts?

Unlike our Fixed + Protect, Fixed + Reflective and most other fixed contracts, Fixed + Peace of Mind will fix all third party costs as well as the wholesale energy costs.

This protects you from any additional surcharges as a result of our forecasts being incorrect. There is also no volume tolerance restriction.

The advantages of Fixed + Peace of Mind

- EDF Energy 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.
- With unlimited volume tolerance you can use energy as you need to without worrying about a surcharge cost for exceeding a volume tolerance threshold.
- The unit rate is fully fixed. We stand by the assumptions we make when we calculate all your third party costs including RO, FITs, DUoS, TNUoS, CfD, CM and EII. If we get our assumptions wrong, we'll swallow the cost.

- Electricity backed by low-carbon generation can be added to your fixed price contract, at no extra premium by choosing Blue for Business.

Our "it's fixed" commitment

When we say an element of your price is fixed, we're making a commitment to you that we will not use our Terms and Conditions to recover additional costs arising from our forecasting errors.

But we can't plan for absolutely everything.

In the case of force majeure events, or in exceptional circumstances such as a change in law relating to your energy use, we may have to pass on the costs. But we'll always try to avoid taking that action.

Please refer to the 'Variation' provision of the specific Peace of Mind contract Terms and Conditions for more information.

What to look out for in the Fixed + Peace of Mind Terms & Conditions

You should always read your Terms and Conditions before signing a contract. Please refer to provision 9.1 of the specific Peace of Mind contract Terms and Conditions for more information.

What is Blue for Business?

Blue for Business guarantees your electricity supply is backed by low-carbon generation* for the same price as our standard electricity.

You can now choose Blue as part of your fixed price contract, which means you can report zero carbon emissions from your electricity use and benefit from low-carbon credentials without paying a penny more.

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

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.

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.

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.

Third party costs for the delivery of electricity (continued)

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 low-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 contract, please contact EDF Energy on 0800 328 9012 or email edfenergybusinesssales@edfenergy.com.



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We're proud to be a low 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 plc for the period from April 2015 to March 2016. 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 waste g/kWh |
|--------------------------------------|-------|-------|---------|-----------|-------|-----------|-------------------------|
| EDF Energy's fuel mix | 14.5% | 8.6% | 64.3% | 12.3% | 0.3% | 167 | 0.0045 |
| Contribution to our carbon emissions | 79.2% | 20.1% | 0.0% | 0.0% | 0.7% | | |
| UK average fuel mix | 17.1% | 32.3% | 23.7% | 24.3% | 2.5% | 290 | 0.0017 |

The figures for UK average fuel mix are provided by the Department for Business, Energy & Industrial Strategy (BEIS). 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/fuel-mix

| EDF Energy's fuel mix per tariff or product | Coal | Gas | Nuclear | Renewable | Other | CO2 g/kWh | Radioactive waste g/kWh |
|---|-------|-------|---------|-----------|-------|-----------|-------------------------|
| Blue (1) | 0.0% | 0.0% | 100.0% | 0.0% | 0.0% | 0 | 0.0070 |
| Renewable (2) | 0.0% | 0.0% | 0.0% | 100.0% | 0.0% | 0 | 0.0000 |
| All other (3) | 18.7% | 11.1% | 59.5% | 10.4% | 0.4% | 214 | 0.0042 |

The low-carbon electricity that we buy for Blue or Renewable tariffs and products is supplied into the National Grid. Customers receive that electricity through the National Grid, not directly from low-carbon generators.

(1) Blue tariffs and products - all residential Blue+ tariffs and Blue for Business

(2) Renewable tariffs and product - Renewable for Business

(3) All other tariffs and products - tariffs not referred to as Blue or Renewable

e-factsheet - a better way of working

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

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

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

edfenergy.com/largebusiness

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

EDF Energy Customers plc with registered number 2228297. EDF Energy 1 Limited with registered number 3986835.
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