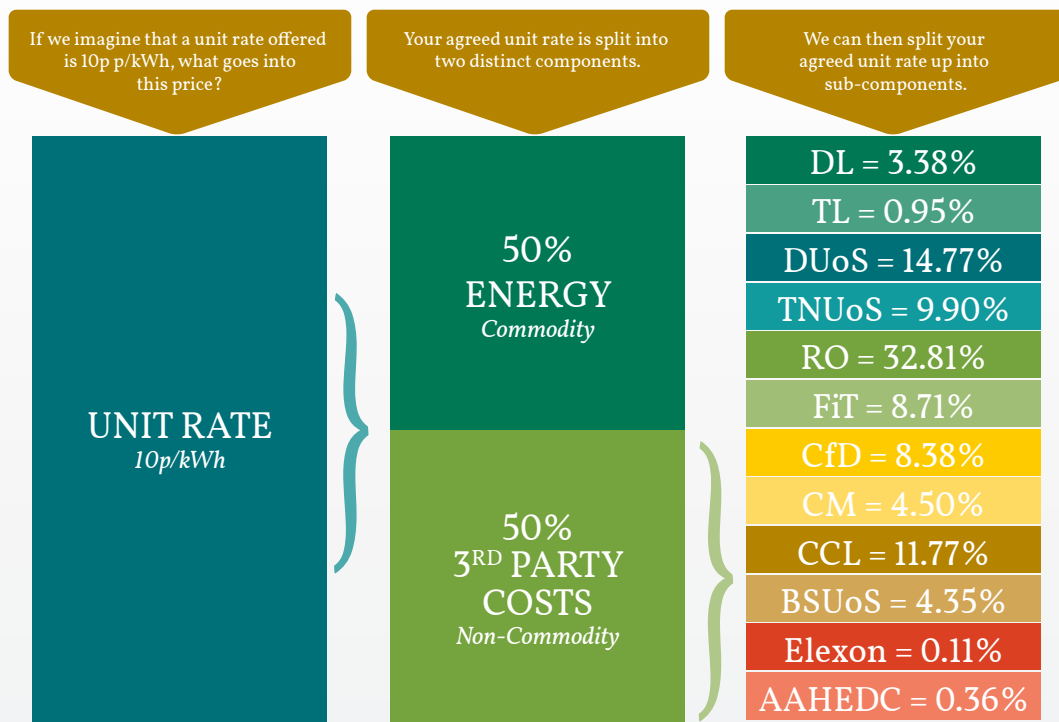


FACT SHEET

WHAT MAKES UP A UNIT RATE?



WHAT DOES EACH OF THESE COMPONENTS MEAN?

DL - Distribution Losses

This charge pays for the cost of electricity that is lost as it passes through the network.

TL - Transmission Losses

This charge pays for the cost of electricity that is lost as it passes through the network.

DUoS - Distribution Use of System charges

Covers the cost of distributing electricity from the national grid to your premises

TNUoS - Transmission Network Use of System charges

Covers the cost of transmitting electricity from power stations to grid supply points.

RO - Renewables Obligation

Government levy designed to encourage large-scale renewable electricity generation.

FiT - Feed in Tariff

Government levy designed to accelerate investment in renewable energy technologies such as installation of solar panels.

CfD - Contracts for Difference

Government levy designed to support low carbon electricity generation.

CM - Capacity Market

Government levy designed to ensure that electricity supply continues to meet demand.

CCL - Climate Change Levy

This is an environmental tax charged on the energy used by businesses.

BSUoS - Balancing Services Use of System charges

Charges for a sophisticated operation that makes sure there is always just the right amount of electricity pulsing around the network.

Elexon

Charges to the company that transports energy.

AAHEDC

Assistance for Areas with High Electricity Distribution Costs.

