

ANNEX 21

DEFINITIONS

In this Advice including the Annexes, words and expressions defined below shall have the meanings set out in this Annex (or as otherwise specified in this Advice unless context requires otherwise):

“1989 Act” means the Electricity Act 1989;

“2004 Act” means the Energy Act 2004;

“2008 Act” means the Energy Act 2008;

“2010 Order” means the Nuclear Decommissioning and Waste Handling (Designated Technical Matters) Order 2010;

“2013 Regulations” means the Energy Act 2013, Nuclear Decommissioning and Waste Handling (Finance and Fees) Regulations 2013;

“2022 Act” means the Nuclear Energy (Financing) Act 2022;

“Accelerated Decommissioning Contributions Amount” has the meaning given to that term in the FAP;

“Actual Decommissioning Start Date” has the meaning given to that term in the FAP;

“Actual Fund Assets” has the meaning given to that term in the FAP;

“Actual Market Revenue” has the meaning given to that term in the SZC Economic Licence;

“Actual UCF” has the meaning given to that term in the SZC Economic Licence;

“Affiliate” has the meaning given to that term in the FAP;

“AGRs” means advanced gas-cooled reactors;

“Allowable Costs” has the meaning given to that term in the FAP;

“Allowable Costs Certificate” has the meaning given to that term in the FAP;

“Allowed Revenue” has the meaning given to that term in the FAP;

“Ancillary Documents” has the meaning given to that term in paragraph 4 of part A of Annex 7 (*Funded Decommissioning Programme*);

“Annual Budget” has the meaning given to that term in the FDP Budget and Services Agreement;

“Annual Contribution” has the meaning given to that term in the FAP;

“Annual Contribution Period” has the meaning given to that term in the FAP;

“Annual DTM Claim Notice” has the meaning given to that term in the FAP;

“Annual DTM Payment” has the meaning given to that term in the FAP;

“Annual DTM Payment Date” has the meaning given to that term in the FAP;

“Annual Milestone” has the meaning given to that term in the FAP;

“Annual Report” has the meaning given to that term in the FAP;

“Annual Review” has the meaning given to that term in the FAP;

“Annual Review Process” has the meaning given to that term in the FAP;

“Annual Work Plan and Budget” has the meaning given to that term in the FAP;

“Applicable CPIH Price Index Adjustment Factor” has the meaning given to that term in the SZC Economic Licence;

“Applicable Law(s)” has the meaning given to that term in the FAP;

“Applicable Reference Price” has the meaning given to that term in the SZC Economic Licence;

“Approved Annual Budget” has the meaning given to that term in the FDP Budget and Services Agreement;

“Approved Contributions Notice” has the meaning given to that term in the SZC Economic Licence;

“Approved Operator Business Scope” has the meaning given to that term in the FAP;

“Associate Transaction” has the meaning given to that term in the SZC Economic Licence;

“Associated Company” has the meaning given to that term in the Guidance;

“Attributable Overhead” has the meaning given to that term in the FAP;

“Authority” means GEMA or the Office of Gas and Electricity Markets (Ofgem) in the United Kingdom or any successor organisation, as the context requires;

“Availability Incentive” has the meaning given to that term in the SZC Economic Licence;

“Balancing and Settlement Code” or **“BSC”** has the meaning given to that term in the FAP;

“Base Case Contribution” has the meaning given to that term in the FAP;

“Base Revenue” has the meaning given to that term in the SZC Economic Licence;

“Base Year” has the meaning given to that term in the SZC Economic Licence;

“Board” or **“NLFAB”** means the Nuclear Liabilities Financing Assurance Board for Sizewell C;

“Bpifrance Covered Facility” has the meaning given to that term in paragraph 3 of Annex 9 (*Financing Arrangements*);

“Business Day” has the meaning given to that term in the FAP;

“Buyback of Power Revenue Support” has the meaning given to that term in the SZC Economic Licence;

“Buyback of Power Revenue Support Building Block” has the meaning given to that term in the SZC Economic Licence;

“Capable Energy Generation” has the meaning given to that term in the SZC Economic Licence;

“Capex De Minimis Amount” has the meaning given to that term in the SZC Economic Licence;

“CfD” means contract for difference;

“Change in Law or Regulation” has the meaning given to that term in the SZC Economic Licence;

“Charging Year” has the meaning given to that term in the SZC Economic Licence;

“CiL Adjustment” has the meaning given to that term in the SZC Economic Licence;

“Class A Authorised Credit Facility” has the meaning given to that term in the Financing Heads of Terms;

“Class A Financing Debt” has the meaning given to that term in the Financing Heads of Terms;

“Commercially Sensitive Information” has the meaning given to that term in the FAP;

“Commercial Operations Date” has the meaning given to that term in the SZC Economic Licence;

“Common Security Documents” has the meaning given to that term in the FAP;

“Common Security Package” has the meaning given to that term in the FAP;

“Common Terms Agreement” has the meaning given to that term in paragraph 4 of Annex 3 (*Assumptions*);

“Compliance Event” has the meaning given to that term in the FAP;

“Contingent Financing Agreement” has the meaning given to that term in the Financing Heads of Terms;

“Contract Assumption Deviation” has the meaning given to that term in the SF Transfer Contract;

“Contract Verification Report” has the meaning given to that term in the FAP;

“Contribution” has the meaning given to that term in the FAP;

“Contributions Notice” has the meaning given to that term in the FAP;

“Control” has the meaning given to that term in the FAP;

“Control Period” has the meaning given to that term in the SZC Economic Licence;

“Cooperation Agreement” has the meaning given to that term in the FAP;

“Correction Contribution” has the meaning given to that term in the FAP;

“Costs of Decommissioning” has the meaning given to that term in the FAP;

“Costs of ILW Disposal” has the meaning given to that term in the FAP;

“Costs of Spent Fuel Disposal” has the meaning given to that term in the FAP;

“Costs of Spent Fuel Management” has the meaning given to that term in the FAP;

“CPI” means the consumer price index;

“Curtailment” has the meaning given to that term in the SZC Economic Licence;

“DCA Maintained Hedging Agreement” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“De-Risking Period” has the meaning given to that term in the FAP;

“Deal Directly” or **“Dealing Directly”** has the meaning given to that term in the FAP;

“Debt Assumption Documentation” has the meaning given to that term in the Financing Heads of Terms;

“Debt Financing Platform” has the meaning given to that term in paragraph 4 of Annex 3 (*Assumptions*);

“Decommissioning” means those activities which are necessary for, and are to be (or have been) undertaken at the Site in connection with, achieving the Site End State during the Disbursement Period;

“Decommissioning Period” has the meaning given to that term in the FAP;

“Delay Event” has the meaning given to that term in the SZC Economic Licence;

“Designated Technical Matters” has the meaning given to that term in the 2008 Act and the Nuclear Decommissioning and Waste Handling (Designated Technical Matters) Order 2010;

“DESNZ” means the officials of the Department for Energy Security and Net Zero (previously the Department for Business, Energy and Industrial Strategy);

“Detailed DWMP” has the meaning given to that term in the FAP;

“Detailed Tax Assessment” has the meaning given to that term in the FAP;

“Difference Payments” has the meaning given to that term in the SZC Economic Licence;

“Disallowable Costs” has the meaning given to that term in the FAP;

“Disbursement Period” has the meaning given to that term in the FAP;

“Discontinuation” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Discontinuation and Compensation Agreement” means the draft discontinuation and compensation agreement to be entered into between, amongst others, the Secretary of State, the Operator and the HoldCo shared with the Board on 2 April 2025;

“Discontinuation and Compensation Creditor” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Discontinuation Notice” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Discontinuation Trigger Threshold” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Discontinuation Waterfall” has the meaning given to that term in the Financing Heads of Terms;

“Discontinue” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Discriminatory Change in Law” has the meaning given to that term in the SZC Economic Licence;

“Disposal” has the meaning given to that term in the SZC Economic Licence;

“Disputed Sums” has the meaning given to that term in the FDP Budget and Services Agreement;

“Dispute Resolution Procedure” has the meaning given to that term in the FAP;

“Draft Contributions Notice” has the meaning given to that term in the FAP;

“Draft DWMP” has the meaning given to that term in the FAP;

“DTM Costs” has the meaning given to that term in the FAP;

“DTM Payment” has the meaning given to that term in the FAP;

“DTM Purpose Trust” has the meaning given to that term in the FAP;

“DWMP” means the decommissioning and waste management plan that forms part of the FDP for Sizewell C;

“E-SHA” or **“Equity Shareholders’ Agreement”** has the meaning given to that term in the Financing Heads of Terms;

“Early Permanent Shutdown Decision” has the meaning given to that term in the FAP;

“Early Termination Event” has the meaning given to that term in the Section 46 Agreement;

“Emergency DTM Payment” has the meaning given to that term in the FAP;

“End of Generation Decommissioning Target” has the meaning given to that term in the FAP;

“End of Generation ILW Disposal Target” has the meaning given to that term in the FAP;

“End of Generation Management Target” has the meaning given to that term in the FAP;

“End of Generation Spent Fuel Disposal Target” has the meaning given to that term in the FAP;

“End of Generation Target” has the meaning given to that term in the FAP;

“End of Primary Funding Period Target” has the meaning given to that term in the FAP;

“End of Spreading Period Funding Target” has the meaning given to that term in the FAP;

“EPR” means European pressurised reactor;

“Equity Compensation” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Equity Investors” has the meaning given to that term in the Financing Heads of Terms;

“ESO” means the electricity system operator;

“Event of Default” has the meaning given to that term in the Financing Heads of Terms;

“Extended Regulatory Period” has the meaning given to that term in the SZC Economic Licence;

“Failure Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“FCA” means the Financial Conduct Authority;

“FDP” means the Funded Decommissioning Programme for Sizewell C;

“FDP Account” has the meaning given to that term in the FAP;

“FDP Additional Security Document” has the meaning given to that term in the FAP;

“FDP Allowance” has the meaning given to that term in the FAP;

“FDP Allowance Building Block” has the meaning given to that term in the FAP;

“FDP Annual Contribution” has the meaning given to that term at paragraph 2.1(E) of Annex 3 (*Assumptions*);

“FDP Annual Contribution Notice” has the meaning given to that term at paragraph 2.1(E) of Annex 3 (*Assumptions*);

“FDP Assumptions” means the assumptions set out in Annex 3 (*Assumptions*);

“FDP Budget and Services Agreement” means the draft agreement between the FDP Implementation Company and the Operator governing how the FDP Implementation Company is administered and funded shared with the Board on 16 April 2025;

“FDP Building Block Term Event” has the meaning given to that term in the FAP;

“FDP Company Administrator” has the meaning given to that term in the FAP;

“FDP Effective Date” has the meaning given to that term in the FDP Implementation Company AoA;

“FDP Final Amount” has the meaning given to that term in the FAP;

“FDP Implementation Company” means “SZC Nuclear Decommissioning Fund Company” as identified in the FAP, being a company to be incorporated in England and Wales;

“FDP Implementation Company AoA” means the draft articles of association of the FDP Implementation Company shared with the Board on 16 April 2025;

“FDP Implementation Company SHA” means the draft shareholders’ agreement in relation to the FDP Implementation Company shared with the Board on 16 April 2025;

“FDP Modification Event” has the meaning given to that term in the FAP;

“FDP Payments” means the aggregate of Contributions payable to the FDP Implementation Company pursuant to the FAP and all amounts payable to the FDP Implementation Company under the FDP Budget and Services Agreement.

“FDP Secured Liabilities” has the meaning given to that term in the FAP;

“FDP Security Documents” has the meaning given to that term in the FAP;

“FDP Shortfall” has the meaning give to that term in the SZC Economic Licence;

“FID” means a final investment decision in relation to Sizewell C;

“Final Long Term Portfolio” has the meaning given to that term in the FAP;

“Finance Documents” has the meaning given to that term in the FAP;

“Financial Period” has the meaning given to that term in the FAP;

“Financial Verification Report” has the meaning given to that term in the FAP;

“Financing Heads of Terms” means the draft indicative financing heads of terms dated 31 March 2025;

“First Contributions Notice” has the meaning given to that term in the FAP;

“First Criticality” has the meaning given to that term in paragraph 1.4 of part B of Annex 7 (*Funded Decommissioning Programme*);

“First Criticality Estimated Date” has the meaning given to that term in the FDP Implementation Company AoA;

“First Criticality Payment” has the meaning given to that term in the FAP;

“First Criticality Payment Date” has the meaning given to that term in the FAP;

“First Draft Contributions Notice” has the meaning given to that term in the FAP;

“Fixed Parameters” has the meaning given to that term in the Section 46 Agreement;

“Force Majeure Event” has the meaning give to that term in the FAP or SZC Economic Licence (as applicable);

“Foreseen Early Closure Event” has the meaning given to that term in the FAP;

“Foreseen Event” has the meaning given to that term in the Section 46 Agreement;

“FSMA” means the Financial Services and Markets Act 2000;

“Fund” has the meaning given to that term in the Guidance;

“Fund Assets” has the meaning given to that term in the FAP;

“Fund Assets Value” has the meaning given to that term in the FAP;

“FundCo” has the meaning given to that term in the SZC Economic Licence;

“Funding Arrangements Plan” or **“FAP”** means the funding arrangements plan that forms part of the FDP for Sizewell C;

“Funding Outcomes Report” has the meaning given to that term in the FAP;

“Funding Outcomes Report Reviewer” has the meaning given to that term in the FAP;

“Funding Shortfall” means the Fund Assets being insufficient to meet the costs in relation to the Technical Matters;

“Funding Path” has the meaning given to that term in the FAP;

“FYE End of Generation” has the meaning given to that term in the FAP;

“FYE End of Primary Funding Period” has the meaning given to that term in the FAP;

“FYE End of Secondary Funding Period” has the meaning given to that term in the FAP;

“FYE EPFP +/- n” has the meaning given to that term in the FAP;

“FYE Year n” has the meaning given to that term in the FAP;

“GAD” means the Government Actuary's Department;

“GDF Site Selection Delay” has the meaning given to that term in the FAP;

“Gearing Cap” has the meaning given to that term in the SZC Economic Licence;

“GEMA” means the Gas and Electricity Markets Authority established pursuant to section 1 of the Utilities Act 2000;

“General Criteria” has the meaning given to that term in the FDP Implementation Company AoA;

“Good Industry Practice” has the meaning given to that term in the SZC Economic Licence;

“Government Liquidity Facility” or **“GLF”** has the meaning given to that term in paragraph 3 of Annex 9 (*Financing Arrangements*);

“Growth Portfolio” has the meaning given to that term in the FAP;

“Growth Rate” has the meaning given to that term in the FAP;

“GSP Leverage Cap” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“GSP” has the meaning given to that term in the SZC Economic Licence;

“Guidance” means the Funded Decommissioning Programme Guidance for New Nuclear Power Stations dated December 2011;

“Guiding Factors” has the meaning given to that term in the Guidance;

“Higher Regulatory Threshold” has the meaning given to that term in the SZC Economic Licence;

“HMG” means His Majesty’s Government;

“HMG Term Facility” has the meaning given to that term in paragraph 3 of Annex 9 (*Financing Arrangements*);

“HoldCo” means Sizewell C (Holding) Limited, a company incorporated in England and Wales (registered number 09284751) and whose registered office is at 90 Whitfield Street, London, England, W1T 4EZ;

“Housekeeping Modification” has the meaning given to that term in the SZC Economic Licence;

“HPC” means the nuclear project at Hinkley Point C;

“HPC Board” means the Nuclear Liabilities Financing Assurance Board for HPC;

“HPC Board Advice” means the HPC Board's advice on the HPC funded decommissioning programme published in 2016 and publicly available at <https://www.gov.uk/government/publications/hinkley-point-c-funded-decommissioning-programme>;

“HPC DWMP” means the decommissioning and waste management plan;

“HPC FAP” means the funding arrangements plan for HPC;

“HPC FundCo” has the meaning given to that term in the FAP;

“HPC Operator” means NNB Generation Company (HPC) Limited, a company incorporated in England and Wales (registered number 06937084) and whose registered office is at 90 Whitfield Street, London, England, W1T 4EZ;

“IAR Application” has the meaning given to that term in the SZC Economic Licence;

“ILW” means intermediate level radioactive waste;

“ILW Transfer Contract” has the meaning given to that term in the FAP;

“ILW Transfer Payment” has the meaning given to that term in the FAP;

“ILW Transfer Price” has the meaning given to that term in the FAP;

“Indebtedness” has the meaning given to that term in the SZC Economic Licence;

“Independence Criteria” has the meaning given to that term in the FDP Implementation Company AoA;

“Independent Director” has the meaning given to that term in the FAP;

“Independent Director Share” has the meaning given to that term in the FAP;

“Independent Expert” has the meaning given to that term in the FAP;

“Independent Financial Verifier” has the meaning given to that term in the FAP;

“Independent Technical Verifier(s)” has the meaning given to that term in the FAP;

“Indexation” has the meaning given to that term in the FAP;

“Indexed” has the meaning given to that term in the FAP;

“Initial Authorised Credit Facilities” has the meaning given to that term in paragraph 3 of Annex 9 (*Financing Arrangements*);

“Initial Investment Strategy” has the meaning given to that term in the FAP;

“Initial Long Term Portfolio” has the meaning given to that term in the FAP;

“Initial Regulatory Period” has the meaning given to that term in the FAP;

“Insolvency Event” has the meaning given to the term “Operator Insolvency Event” in the FAP;

“Insurance Shutdown Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Investment Execution Manager” has the meaning given to that term in the FAP;

“Investment Order” has the meaning given to that term in the FAP;

“Investment Rules” has the meaning given to that term in the FAP;

“Investment Strategy” has the meaning given to that term in the FAP;

“Issuer” has the meaning given to that term in the Financing Heads of Terms;

“Key Assumptions” has the meaning given to that term in the FAP;

“K-factor” has the meaning given to that term in the FAP;

“Key Generation Asset” has the meaning given to that term in the FAP;

“Licence Modification Date” has the meaning given to that term in the SZC Economic Licence;

“Limited Fixed Parameters” has the meaning given to that term in the Section 46 Agreement;

“Liquidity Support Amount” has the meaning given to that term in the SZC Economic Licence;

“Liquidity Support Repayment Building Block” has the meaning given to that term in the SZC Economic Licence;

“Long Term Contract” has the meaning given to that term in the FAP;

“Long Term Discount Rate” or **“LTDR”** has the meaning given to that term in the FAP;

“Long Term Portfolio” has the meaning given to that term in the FAP;

“Longstop Date” has the meaning given to that term in the SZC Economic Licence;

“LSD Delay Event” has the meaning given to that term in the SZC Economic Licence;

“Main Report” or **“Main Advice”** means the document entitled “Advice to the Secretary of Estate – Funding Arrangements Plan for Sizewell C” provided to the Secretary of State by the Board;

“Maintained Authorised Credit Facility” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Make Safe Reserve Account” has the meaning given to that term in the Financing Heads of Terms;

“Mandatory Articles” has the meaning given to that term in the FAP;

“Market Price” has the meaning given to that term in the SZC Economic Licence;

“Market Price Adjustment Building Block” or **“Market Price Adjustment”** has the meaning given to that term in the SZC Economic Licence;

“market revenue” means revenue expected to be earned by the Operator during the commissioning and operations phases of Sizewell C;

“Material Affiliate Contract” has the meaning given to that term in the FAP;

“Material Breach Policy” has the meaning given to that term in the FAP;

“Minimum Contribution Calculation Rules” has the meaning given to that term in the FAP;

“Monthly Contribution” has the meaning given to that term in the FAP;

“Monthly Safety Critical Opex Reserve Accrual Amount” has the meaning given to that term in the SZC Economic Licence;

“MWh” means a megawatt-hour;

“NASTA” means the draft Nuclear Administration and Statutory Transfers Agreement to be entered into between, amongst others, the Secretary of State, the Operator, HoldCo and HoldCo’s shareholders shared with the Board on 2 April 2025;

“National Security Shutdown Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Nationalisation Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“NDA” means Nuclear Decommissioning Authority;

“NDA Letter” has the meaning given to that term at paragraph 1.5 of Annex 15 (*Decommissioning and Waste Management Plan (DWMP) Analysis*);

“NDA Report” has the meaning given to that term at paragraph 1.5 of Annex 15 (*Decommissioning and Waste Management Plan (DWMP) Analysis*);

“NESO” means the National Energy System Operator;

“Non-Voting Operator Share” has the meaning given to that term in the FAP;

“Notifiable Circumstances” has the meaning given to that term in the FDP Implementation Company AoA;

“Nuclear Administration” means a relevant licensee nuclear company administration for the purposes of part 3 of the 2022 Act;

“Nuclear Inflation Premium” has the meaning given to that term in the FAP;

“Nuclear Site Licence” has the meaning given to that term in the FAP;

“Nuclear Transfer Scheme” or **“NTS”** means a statutory transfer scheme pursuant to section 38 of, and Schedule 5 to, the 2004 Act;

“NWF” means National Wealth Fund Limited;

“Objective” means the overriding objective as set out in the Guidance;

“ODI Incentive Cap” has the meaning given to that term in the SZC Economic Licence;

“ODI Incentive Floor” has the meaning given to that term in the SZC Economic Licence;

“OIA Floor” has the meaning given to that term in the SZC Economic Licence;

“ONR” means the Office of Nuclear Regulation;

“Operation and Maintenance Plan” has the meaning given to that term in the SZC Economic Licence;

“Operational Incentives Adjustments” has the meaning given to that term in the SZC Economic Licence;

“Operational Life” has the meaning given to that term in the SZC Economic Licence;

“Operational Period” has the meaning given to that term in the FAP;

“Operations Phase” has the meaning given to that term in the SZC Economic Licence;

“Operations Phase QCIL” has the meaning given to that term in the SZC Economic Licence;

“Operator” means Sizewell C Limited, a company incorporated in England (registered number 09284825) and whose registered office is at 90 Whitfield Street, London, England, W1T 4EZ;

“Operator Business Restrictions” has the meaning given to that term in the FAP;

“Operator Director” has the meaning given to that term in the FDP Implementation Company AoA;

“Operator DTM Control Account” has the meaning given to that term in the FAP;

“Operator Insolvency Event” has the meaning given to that term in the FAP;

“Opex Building Block” has the meaning given to that term in the SZC Economic Licence;

“Opex De Minimis Amount” has the meaning given to that term in the SZC Economic Licence;

“P80” means the value which represents an eighty per cent. (80%) probability that the final cost will be at or below the estimate calculated on the basis set out in paragraph 1.5 (*Basis on which DTM Costs to be calculated in the Draft DWMP*) of Schedule 9 (*Quinquennial Review Programme*) of the FAP;

“Partial Revocation” has the meaning given to that term in the SZC Economic Licence;

“Partial Revocation Period” has the meaning given to that term in the SZC Economic Licence;

“Pass-Through Costs Audit” has the meaning given to that term in the SZC Economic Licence;

“Payments and Disbursements Policy” has the meaning given to that term in the FAP;

“PCR” has the meaning given to that term in the SZC Economic Licence;

“Permanent Early Closure” has the meaning given to that term in the SZC Economic Licence;

“Permanently Cease to Generate Electricity” has the meaning given to that term in the FAP;

“Permitted Investments” has the meaning given to that term in the FAP;

“Permitted Purpose” has the meaning given to that term in the SZC Economic Licence;

“Phase 2 Additional Debt” has the meaning given to that term in paragraph 4 of Annex 9 (*Financing Arrangements*);

“Planned Capacity Reduction” has the meaning given to that term in the SZC Economic Licence;

“Planned Energy Losses” has the meaning given to that term in the SZC Economic Licence;

“Planned Outage” has the meaning given to that term in the SZC Economic Licence;

“Plant” has the meaning given to that term in the SZC Economic Licence;

“PledgeCo” has the meaning given to that term in the Financing Heads of Terms;

“Political Shutdown Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“PPA” means power purchase agreement;

“Pre Closure Planning Costs” has the meaning given to that term in the FAP;

“Pre-Consented Nuclear Transfer Scheme” has the meaning given to that term in the NASTA;

“PR Determination” has the meaning given to that term in the SZC Economic Licence;

“Primary Funding Period” has the meaning given to that term in the FAP;

“Probability Distribution” has the meaning given to that term in the FAP;

“Process Initiation Right” has the meaning given to that term in the Section 46 Agreement;

“Process Trigger Event” has the meaning given to that term in the Section 46 Agreement;

“Prohibited Practice” has the meaning given to that term in the FAP;

“Project Documents” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Projected Inflation Rate” has the meaning given to that term in the FAP;

“protected assets” means the assets that are “protected assets” for the purposes of section 56 of the 2008 Act;

“Provisional Contributions Notice” has the meaning given to that term in the FAP;

“QQR Reference Date” has the meaning given to that term in the FAP;

“Qualifying Change in Law” has the meaning given to that term in the SZC Economic Licence;

“Qualifying LSD Delay Event” has the meaning given to that term in the SZC Economic Licence;

“Qualifying Scheduled COD Delay Event” has the meaning given to that term in the SZC Economic Licence;

“Qualifying Secured Creditor(s)” has the meaning given to that term in the Financing Heads of Terms;

“Quinquennial Report” has the meaning given to that term in the FAP;

“Quinquennial Reporting Period” has the meaning given to that term in the FAP;

“Quinquennial Review” or **“QQR”** has the meaning given to that term in the FAP;

“Quinquennial Review Period” has the meaning given to that term in the FAP;

“Quinquennial Review Process” has the meaning given to that term in the FAP;

“Quinquennial Review Year” has the meaning given to that term in the FAP;

“RAB” means regulated asset base;

“RAO” means the Regulated Activities Order 2001;

“RCC Adjustment” has the meaning given to that term in the SZC Economic Licence;

“RCC Capex Net Amount” has the meaning given to that term in the SZC Economic Licence;

“RCC Opex Net Amount” has the meaning given to that term in the SZC Economic Licence;

“RCC Trigger Event” has the meaning given to that term in paragraph 2.2 of Annex 11 (*SZC Economic Licence*);

“Reactor” has the meaning given to that term in the FAP;

“Reactor 2” has the meaning given to that term in the FAP;

“Receivable” has the meaning given to that term in the SZC Economic Licence;

“Reconciliation Verification Report” has the meaning given to that term in the FAP;

“Recovered Revenue” has the meaning given to that term in the SZC Economic Licence;

“Reference Price” has the meaning given to that term in the SZC Economic Licence;

“Regulated Activities” has the meaning given to that term in the SZC Economic Licence;

“Regulated Business” has the meaning given to that term in the SZC Economic Licence;

“Regulatory Period” has the meaning given to that term in the SZC Economic Licence;

“Relevant Asset” has the meaning given to that term in the SZC Economic Licence;

“Relevant Change of Circumstance” has the meaning given to that term in the SZC Economic Licence;

“Relinquishment of Operational Control” has the meaning given to that term in the SZC Economic Licence;

“Remedy Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Replacement Inflation Index” has the meaning given to that term in the FAP;

“Required Make Safe Reserve Amount” has the meaning given to that term in row B.6 of Annex 5 (*Risk Matrix Identifying Key Potential Risks to Shortfall in Funding for the Cost of FDP Liabilities*);

“Return on Capital Building Block” has the meaning given to that term in the SZC Economic Licence;

“Revenue Amount before Power” or **“RBAP”** has the meaning given to that term in the SZC Economic Licence;

“Revenue Collection Contract” has the meaning given to that term in the SZC Economic Licence;

“Revenue Collection Counterparty” means Low Carbon Contracts Company Ltd or such other entity as is designated by the Secretary of State as the revenue collection counterparty for the purposes of the Revenue Collection Contract in accordance with section 16 of the 2022 Act;

“Revenue Commencement” means the date on which the Revenue Collection Contract becomes effective in accordance with its terms;

“Revenue Support” has the meaning given to that term in the SZC Economic Licence;

“Revenue Support Cap” has the meaning given to that term in the SZC Economic Licence;

“RLNC Administration Order” has the meaning given to that term in paragraph 1.2 of Annex 12 (*Nuclear Administration and Nuclear Transfer Schemes*);

“Safety Critical Expenditure” has the meaning given to that term in the FAP;

“Safety Critical Opex Reserve Account” has the meaning given to that term in the SZC Economic Licence;

“Safety Critical Opex Reserve Accrual Amount” has the meaning given to that term in the SZC Economic Licence;

“Scheduled COD” has the meaning given to that term in the SZC Economic Licence;

“Scheduled COD Extension Application” has the meaning given to that term in the SZC Economic Licence;

“Second Decommissioning Period” has the meaning given to that term in the FAP;

“Secondary Funding Period” has the meaning given to that term in the FAP;

“Secretary of State” means the Secretary of State for Energy Security and Climate Change Net Zero or such other member or authority for the time being having the right to exercise the powers now conferred on the Secretary of State for Energy Security and Climate Change Net Zero under Chapter 1 of Part 3 of the 2008 Act or such other person that is authorised to act

on behalf of the Secretary of State for Energy Security and Climate Change Net Zero or such other member or authority;

“Section 46 Agreement” means the draft agreement to be entered into between the Operator, the FDP Implementation Company and the Secretary of State under section 46(3C) of the 2008 Act shared with the Board on 2 April 2025;

“Secured Creditor(s)” has the meaning given to that term in the FAP;

“Secured Creditor Representative” has the meaning given to that term in the Financing Heads of Terms;

“Security” has the meaning given to that term in the FAP;

“Security Documents” has the meaning given to that term in the Financing Heads of Terms;

“Security Trigger Event” has the meaning given to that term in the FAP;

“Security Trigger Event Action” has the meaning given to that term in the FAP;

“Security Trust and Intercreditor Deed” has the meaning given to that term in the Financing Heads of Terms;

“Security Trustee” has the meaning given to that term in the FAP;

“Senior Debt Compensation” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Senior Debt Compensation Lump Sum Amount” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“SFTC Discount Rate” has the meaning given to that term in the FAP;

“SF Transfer Contract” or **“SFTC”** has the meaning given to that term in the FAP;

“SF Transfer Date” has the meaning given to that term in the FAP;

“SF Transfer Payment” has the meaning given to that term in the FAP;

“SF Transfer Price” has the meaning given to that term in the FAP;

“SF Waste” has the meaning given to that term in the FAP;

“Shutdown Notice” has the meaning given to that term in the FAP;

“Significant Unavailability Event” has the meaning given to that term in the SZC Economic Licence;

“Significant Unavailability Revenue Support” has the meaning given to that term in the SZC Economic Licence;

“Single Reactor Early Shutdown” has the meaning given to that term in the FAP;

“Site” has the meaning given to that term in the FAP;

“Site End State” has the meaning given to that term in the FAP;

“Sizewell C” means the nuclear project at Sizewell C;

“SoS Failure Event” has the meaning given to that term in the Discontinuation and Compensation Agreement;

“Special Conditions” means the draft Electricity Generation Licence: Special Conditions for Nuclear Generator pursuant to the 2022 Act to introduce draft special conditions to implement a RAB model in respect of Sizewell C issued on 28 March 2025;

“Specific Change in Law” has the meaning given to that term in the SZC Economic Licence;

“Spent Fuel” has the meaning given to that term in the FAP;

“Spreading Period” has the meaning given to that term in the FAP;

“Standstill Cash Manager” has the meaning given Financing Heads of Terms;

“Standstill Period” has the meaning given to that term in the FAP;

“Standstill Termination Threshold” or **“Standstill Threshold”** has the meaning given to that term in the Financing Heads of Terms;

“Strategic Spares” has the meaning given to that term in the SZC Economic Licence;

“Summary Note” has the meaning given to that term in paragraph 1.3 of Annex 16 (*Safety Critical Expenditure*);

“Supplemental Compensation Agreement” has the meaning given to that term in the NASTA;

“SZC Economic Licence” means the electricity generation licence granted by the Authority pursuant to the 1989 Act to the Operator (as an electricity generator) in respect of Sizewell C as modified by the Special Conditions;

“Target UCF” has the meaning given to that term in the SZC Economic Licence;

“Target Value” has the meaning given to that term in the Guidance;

“Tax” or **“Taxation”** has the meaning given to that term in the FAP;

“Tax Assessment” has the meaning given to that term in the FAP;

“Tax Building Block” has the meaning given to that term in the SZC Economic Licence;

“Technical Matters” has the meaning given to that term in the 2008 Act;

“Technical Verification Report” has the meaning given to that term in the FAP;

“Terms of Reference” means the Nuclear Liabilities Financing Assurance Board Terms of Reference for Sizewell C as set out at Attachment A of Annex 2 (*The Board’s Role and Scrutiny of the FAP*);

“Totex Building Block” has the meaning given to that term in the SZC Economic Licence;

“Transfer Date Management Target” has the meaning given to that term in the FAP;

“Treasury” means His Majesty’s Treasury;

“Trigger Event” has the meaning given to the term “Security Trigger Event” in the FAP;

“Unplanned Permanent Shutdown” has the meaning given to that term in the FAP;

“Waste Transfer Contract” or **“WTC”** has the meaning given to that term in the FAP;

“Waste Transfer Price” has the meaning given to that term in the Guidance; and

“WTCs Debt” has the meaning given to that term in the FAP.