

Capital Gains Tax (CGT)

The following information covers the CGT events that have affected National Grid shareholders.

The information is provided primarily for the purpose of individual shareholders resident in the UK calculating their personal tax liability. Shareholders who are in any doubt as to their tax position or who are subject to tax in a jurisdiction other than the UK should consult an appropriate professional advisor.

British Gas / Lattice to merger with National Grid:

Date	Event	CGT Information
December 1986	Privatisation of British Gas	<i>Base cost:</i> £1.35 (Indexation 99.62)
December 1989	British Gas bonus shares	<i>Base cost:</i> £2.345 (Indexation 118.80)
February 1997	BG/Centrica demerger	<i>Allocation of base cost:</i> BG 72.947% Centrica 27.053% (Indexation 155.00)
November 1997	BG B share scheme	<i>Allocation of base cost:</i> ordinary shares 88.713% B shares 11.287% (Indexation 159.60)
April 1998	Ending of indexation for CGT purposes	Indexation 162.60
December 1998	BG B share conversion	One ordinary share received for every 12.995 B shares
December 1999	BG Group plc created: shareholders received 8 BG Group ordinary shares for every 9 BG ordinary shares and one Bond package for every 7,840 BG ordinary shares (or fractional entitlements as appropriate)	<i>Allocation of base cost, with no bonds:</i> BG Group shares 89.205% Bond fractional entitlement 10.795% <i>Allocation of base cost with bonds:</i> BG Group shares 88.929% BG Transco Holdings bonds 11.071%
October 2000	Lattice/BG demerger: Shareholders received one ordinary share in Lattice Group plc and one ordinary share in BG plc for every BG Group plc ordinary share	<i>Allocation of base cost:</i> Lattice 34.3788% BG 65.6212%
October 2002	National Grid/Lattice merger: Lattice Group shareholders received 37.5 National Grid Transco ordinary shares for every 100 Lattice Group ordinary shares; National Grid Group shareholdings retained	

National Grid and post-merger with Lattice:

Date	Event	CGT Information
8 December 1995	REC distribution of National Grid Group shares (except Southern Electric)	<i>Base cost:</i> £2.07 (Indexation 150.70)
23 January 1996	Distribution of National Grid shares by Southern Electric	<i>Base cost:</i> £1.925 (Indexation 150.20)
August 2005	National Grid B share scheme One B share for each Existing Ordinary Share and a share capital consolidation based on 43 New	<i>Allocation of base cost:</i> Ordinary shares 87.3798%, B shares 12.6202%

	<p>ordinary shares for every 49 Existing ordinary shares.</p> <p>Shareholders had the option of:</p> <ol style="list-style-type: none"> Receiving a dividend of 65 pence for each B share; Having each B share bought back at 65 pence per share; or Retaining the B shares for a future repurchase while receiving dividends thereon. 	<p>For shareholders opting for option b. this meant an apportionment of their base cost between B shares (bought back) and new ordinary shares based on their market values on first day on which they were listed (1 August 2005).</p>
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2010 Rights Issue:

Date	Event	CGT Information
14 June 2010	To finance the company's capital investment program, particularly in the UK and US.	<p>National Grid offered 2 new shares for every 5 existing shares.</p> <p>The subscription price at which the new shares are offered was £3.35 per share.</p>

2017 Share Consolidation:

Date	Event	CGT Information
22 May 2017	To adjust the share capital following the return of capital to shareholders after the sale of a majority stake in its UK gas distribution business.	<p>The consolidation was on the basis of 11 new shares (of 12^{204/473} pence nominal value per share) for every 12 existing shares (of 11^{17/43} pence nominal value per share).</p> <p>This followed the payment of a special dividend of 84.375 pence per existing ordinary share.</p>

2024 Rights Issue:

Date	Event	CGT Information
12 June 2024	To finance the company's capital investment to deliver a significant step-change in critical energy infrastructure in the UK and US in support of the energy transition and economic growth objectives.	National Grid offered 7 new shares for every 24 existing shares at a price of £6.45 per share.