

To White Rose CCS project case team  
Secretary of State for Energy and Climate Change  
c/o the Planning Inspectorate  
Eagle Wing 3/18, Temple Quay House  
Temple Quay  
Bristol BS1 6PN

Capture Power Limited  
3<sup>rd</sup> Floor, Boston House  
63-64 New Broad Street  
London EC2M 1JJ

YOUR REF: EN010048

BY REGISTERED POST (WITH AN ADVANCE COPY BY EMAIL TO [WHITEROSECCS@PINS.GSI.GOV.UK](mailto:WHITEROSECCS@PINS.GSI.GOV.UK))

19 February 2016

Dear Sirs,

**Response to the Secretary of State's request for comments from Capture Power Limited (the Applicant) on the Application for the Proposed White Rose Carbon Capture and Storage Project**

We refer to the letter sent by Giles Scott (Head of National Infrastructure Consents and Coal Liabilities) to Geoff Bullock (of Dalton Warner Davis LLP) by e-mail on 12 February 2016 (the **Letter**) requesting comments from the Applicant on the application for the White Rose CCS project.

Terms not otherwise defined in this letter shall have the meaning given to them in the Letter.

The Applicant's responses to the questions raised in the Letter are set out below:

- (i) The Applicant confirms that its response made to the Examining Authority during the examination that "[t]here are no contingent funds to cover the absence of these Government-sourced funds"<sup>1</sup> remains correct as of the date of this letter. If a development consent order was made in respect of the White Rose CCS project, the Applicant would currently have insufficient funds to allow it to develop the White Rose CCS project and nor has the Applicant identified any potential alternative sources from which sufficient funds may be available.
- (ii) In accordance with the Applicant's response to question (i) above, the Applicant confirms that it does not currently have the necessary funding to pay compensation to the affected parties in the event of compulsory acquisition powers being exercised following their grant in a development consent order in respect of the White Rose CCS project.
- (iii) On 24 November 2015, the Environment Agency issued to Drax Power Limited a set of 'schedule 5 questions' relating to the application for a variation to the Environmental Permit required to support the White Rose CCS project. A response to these schedule 5 questions was requested by 8 January 2016. In light of the announcement made by Her Majesty's Government on 25 November 2015, and the Secretary of State for Energy and Climate Change's subsequent

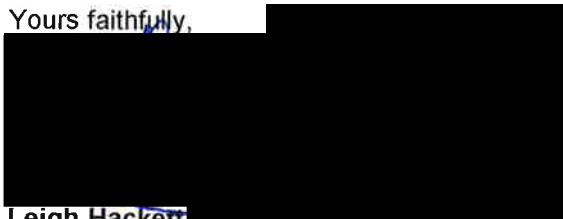
---

<sup>1</sup> The Applicant's response to the Examining Authority's First Written Questions, Document Ref 9.1, Question 1.7

decision to terminate the FEED Contract relating to the White Rose CCS project, the Applicant was not in a position to respond to these questions. Drax Power Limited therefore notified the Environment Agency on 6 January 2016 that the application for a variation to the Environmental Permit for the White Rose CCS project would no longer be pursued.

With regard to the comments made by the Applicant's Chief Executive Officer on 25 November 2015<sup>2</sup> and referred to in your Letter, we confirm that in the interim period the Applicant has not been able to progress or develop further the White Rose CCS project.

Yours faithfully,

A large black rectangular redaction box covering the signature of Leigh Hackett.

**Leigh Hackett**

Chief Executive

**Capture Power Limited**

---

<sup>2</sup> "It is too early to make any definitive decisions about the future of the White Rose CCS Project, however, it is difficult to imagine its continuation in the absence of crucial Government support."