

## Energy

<u>£ millions</u>	<u>H1 2013</u>	<u>H1 2012</u>	<u>Change</u>
Order book	1,301	1,290*	1%
Underlying revenue	488	445	10%
Underlying OE revenue	189	179	6%
Underlying services revenue	299	266	12%
Underlying profit before financing	(3)	(6)	50%
Return on sales**	-0.6%	-1.3%	0.7pp

\* 2012 year-end data

\*\* By reference to underlying profit before financing costs and tax

## **Financial**

- The order book increased 1%, with new orders of £0.5bn (£0.3bn in H1 2012). In Oil & Gas, high oil prices and global growth continue to sustain bid activity, albeit with pricing pressures and order deferrals by some customers. While the power generation market in mature economies remains suppressed, we are seeing growth in developing countries. We continue to invest for future growth in Civil Nuclear.

Significant orders in the first half included:

- A US\$40m contract to supply Asia Trans Gas (ATG LLC), a joint venture between Uzbekistan's Uzbekneftegaz and China's National Petroleum Corporation, with three RB211 gas turbine driven pipeline compressor units.
- A contract to supply CYDSA, the Mexican textile and chemicals conglomerate, with a Trent 60 industrial gas turbine to power its processing plants at Coatzacoalcos, Veracruz in Mexico.
- Revenue increased by 10%, reflecting a 6% increase in OE revenue and a 12% increase in services revenue. OE growth was driven by increased demand in Oil & Gas. Services growth was driven by higher spare parts sales and better capture of market share.
- Losses reduced by £3m.

## **Portfolio**

- We announced the acquisition of PKMJ Technical Services, a nuclear engineering services business in the United States that develops innovative techniques and solutions to manage, enhance and extend the lifetime of nuclear power plants.