

COMPANY REGISTRATION NUMBER 05071487

Ness Point Limited
Financial statements
31 March 2005



Ness Point Limited

Financial statements

Period from 12 March 2004 to 31 March 2005

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Ness Point Limited

Officers and professional advisers

The director	D A Edwards
Company secretary	B A French
Registered office	Hamilton House Battery Green Road Lowestoft Suffolk NR32 1DE
Auditors	Lovewell Blake Chartered Accountants & Registered Auditors 89 Bridge Road Oulton Broad Lowestoft Suffolk NR32 3LN

Ness Point Limited

The director's report

Period from 12 March 2004 to 31 March 2005

The director has pleasure in presenting his report and the financial statements of the company for the period from 12 March 2004 to 31 March 2005.

Principal activities and business review

The company was incorporated on the 12 March 2004 and immediately began preparation for the commencement of trade which was on 7 January 2005.

The principal activity of the company during the year was the production of electricity.

The level of business and year end financial position were satisfactory. The director expects the level of business to be maintained during the current year.

Results and dividends

The trading results for the period and the company's financial position at the end of the period are shown in the attached financial statements.

The director has not recommended a dividend.

The director and his interests in the shares of the parent company

The director who served the company during the period together with his beneficial interests in the shares of the parent company was as follows:

	Ordinary in the parent company	
	At 31 March 2005	At 12 March 2004 or later date of appointment
D A Edwards	<u>500</u>	<u>500</u>

D A Edwards was appointed as a director on 12 March 2004.

Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the period and of the profit or loss for the period then ended.

In preparing those financial statements, the director is required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The director must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. The director is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Ness Point Limited

The director's report *(continued)*

Period from 12 March 2004 to 31 March 2005

Auditors

A resolution to re-appoint Lovewell Blake as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Hamilton House
Battery Green Road
Lowestoft
Suffolk
NR32 1DE

Signed by order of the director



B A French
Company Secretary

Approved by the director on 12 MAY 2005

Ness Point Limited

Independent auditors' report to the shareholder of Ness Point Limited

Period from 12 March 2004 to 31 March 2005

We have audited the financial statements of Ness Point Limited for the period from 12 March 2004 to 31 March 2005 on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's member, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's member as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

As described in the Statement of Director's Responsibilities the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Director's Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

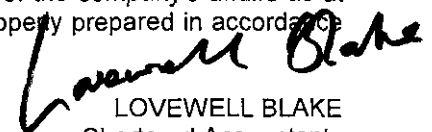
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2005 and of its profit for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.

89 Bridge Road
Oulton Broad
Lowestoft
Suffolk
NR32 3LN

12 May 2005


LOVEWELL BLAKE
Chartered Accountants
& Registered Auditors

Ness Point Limited

Profit and loss account

Period from 12 March 2004 to 31 March 2005

	Note	Period from 12 Mar 04 to 31 Mar 05 £
Turnover	2	133,791
Cost of sales		(17,427)
Gross profit		116,364
Administrative expenses		(46,920)
Profit on ordinary activities before taxation		69,444
Tax on profit on ordinary activities	5	(30,557)
Retained profit for the financial period		<u>38,887</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the period as set out above.

The notes on pages 7 to 11 form part of these financial statements.

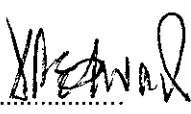
Ness Point Limited

Balance sheet

31 March 2005

	Note	£	31 Mar 05 £
Fixed assets			
Tangible assets	6		2,327,053
Current assets			
Debtors due within one year	7	270,865	
Debtors due after one year	7	239,599	
		510,464	
Creditors: Amounts falling due within one year	8	(2,768,072)	
Net current liabilities			(2,257,608)
Total assets less current liabilities			69,445
Provisions for liabilities and charges			
Deferred taxation	9		(30,557)
			<u>38,888</u>
Capital and reserves			
Called-up equity share capital	11		1
Profit and loss account			<u>38,887</u>
Shareholder's funds	12		<u>38,888</u>

These financial statements were approved and signed by the director on 12 MAY 2005


D A Edwards

The notes on pages 7 to 11 form part of these financial statements.

Ness Point Limited

Notes to the financial statements

Period from 12 March 2004 to 31 March 2005

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents the amount of goods and services provided during the period, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Wind Turbine - 20 years

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Ness Point Limited

Notes to the financial statements

Period from 12 March 2004 to 31 March 2005

2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	Period from 12 Mar 04 to 31 Mar 05 £
United Kingdom	<u>133,791</u>

3. Operating profit

Operating profit is stated after charging:

	Period from 12 Mar 04 to 31 Mar 05 £
Depreciation of owned fixed assets	27,089
Auditors' remuneration - as auditors	<u>3,000</u>

4. Particulars of employees

The average number of staff employed by the company during the financial period amounted to:

	Period from 12 Mar 04 to 31 Mar 05 No
Number of management staff	<u>1</u>

No salaries or wages have been paid to employees, including the director, during the period.

Ness Point Limited

Notes to the financial statements

Period from 12 March 2004 to 31 March 2005

5. Taxation on ordinary activities

(a) Analysis of charge in the period

		Period from 12 Mar 04 to 31 Mar 05 £
Deferred tax:		
Origination and reversal of timing differences (note 9)		
Capital allowances	32,008	
Losses	(1,451)	
Total deferred tax (note 9)		<u>30,557</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the period is lower than the standard rate of corporation tax in the UK of 30% (2004 - 30%).

	Period from 12 Mar 04 to 31 Mar 05 £
Profit on ordinary activities before taxation	<u>69,444</u>
Profit/(loss) on ordinary activities by rate of tax	20,833
Effects of:	
Capital allowances in excess of depreciation	(31,883)
Expenses disallowed	67
Revenue items capitalised	(1,202)
Trading losses carried forward	1,451
Group relief	<u>10,734</u>
Total current tax (note 5(a))	<u>-</u>

6. Tangible fixed assets

	Wind Turbine £
Cost	
Additions	<u>2,354,142</u>
At 31 March 2005	<u>2,354,142</u>
Depreciation	
Charge for the period	<u>27,089</u>
At 31 March 2005	<u>27,089</u>
Net book value	
At 31 March 2005	<u>2,327,053</u>

Ness Point Limited

Notes to the financial statements

Period from 12 March 2004 to 31 March 2005

7. Debtors

	31 Mar 05
	£
Trade debtors	83,670
VAT recoverable	127,566
Prepayments and accrued income	299,228
	<u>510,464</u>

The debtors above include the following amounts falling due after more than one year:

	31 Mar 05
	£
Prepayments and accrued income	<u>239,599</u>

8. Creditors: Amounts falling due within one year

	31 Mar 05
	£
Trade creditors	741,147
Amounts owed to group undertakings	1,996,032
Accruals and deferred income	30,893
	<u>2,768,072</u>

9. Deferred taxation

The movement in the deferred taxation provision during the period was:

	Period from 12 Mar 04 to 31 Mar 05
	£
Profit and loss account movement arising during the period	30,557
Provision carried forward	<u>30,557</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	31 Mar 05
	£
Excess of taxation allowances over depreciation on fixed assets	32,008
Tax losses available	(1,451)
	<u>30,557</u>

10. Related party transactions

The company operates an inter company account with SLP Engineering Limited and Sea & Land Power and Energy Limited. At the period end Ness Point Limited owed SLP Engineering Limited £1,793,675 and Sea & Land Power and Energy Limited £202,358.

Ness Point Limited

Notes to the financial statements

Period from 12 March 2004 to 31 March 2005

11. Share capital

Authorised share capital:

	31 Mar 05
	£
1,000 Ordinary shares of £1 each	<u>1,000</u>

Allotted, called up and fully paid:

	No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

12. Reconciliation of movements in shareholder's funds

	31 Mar 05
	£
Profit for the financial period	38,887
New equity share capital subscribed	1
	<u> </u>
Net addition to shareholder's equity funds	38,888
Closing shareholder's equity funds	<u>38,888</u>

13. Ultimate parent company

Sea & Land Power and Energy Limited is the parent company of Ness Point Limited. The ultimate parent company is SLP Holdings Limited.