

**REGISTERED NO.**  
**259104**

**SSE Toddleburn Limited**

**Accounts for the year ended 31 March 2009**

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# **SSE Toddleburn Limited**

## **Report of the Directors**

The Directors present their report together with the audited Accounts for the year ended 31 March 2009. The prior year comparatives are for the period from 1 September 2007 to 31 March 2008.

### **1. Principal Activities**

The principal activity of the Company is wind farm development. The Company was acquired by SSE Generation Limited (a wholly owned subsidiary of Scottish and Southern Energy plc, 'SSE') from I&H Brown Limited on 20 December 2007, and is now part of the Scottish and Southern Energy Group ('Group').

The Company subsequently changed its name from I&H Brown Toddleburn Limited to SSE Toddleburn Limited on 3 January 2008. In addition to this change of name following the transfer of ownership, the accounting reference date was also changed from 31 August to 31 March to align the Company with other Group companies.

### **2. Business Review**

Following acquisition by SSE Generation Limited, the Directors intend for the Company to continue to pursue its principal activity of wind farm development. This includes the development of a 36MW capacity wind farm in the Scottish Borders which received consent in January 2007.

### **3. Results and Dividends**

The Company made neither a profit nor a loss in the period (7 months to 31 March 2008 - £nil). The Directors do not recommend the payment of a dividend (2008 - £nil).

### **4. Directors**

The Directors who served during the period were as follows:-

Gavin Brydon  
Paul Smith

### **5. Political and Charitable Donations**

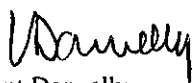
During the period, no charitable or political donations were made.

### **6. Auditors**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that ought to have been taken as a director to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG Audit Plc will therefore continue in office.

ON BEHALF OF THE BOARD



Vincent Donnelly  
Secretary  
17 July 2009

## **SSE Toddleburn Limited**

### **Statement of directors' responsibilities in respect of the Directors' Report and the Accounts**

The directors are responsible for preparing the Directors' Report and the Accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare Accounts for each financial period. Under that law they have elected to prepare the Accounts in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

The Accounts are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these Accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Accounts; and
- prepare the Accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its Accounts comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **SSE Toddleburn Limited**

### **Independent Auditors' Report to the Members of SSE Toddleburn Limited**

We have audited the Accounts of SSE Toddleburn Limited for the year ended 31 March 2009 which comprise the Profit and Loss Account, the Balance Sheet, the Reconciliation of Movements in Shareholders' Funds and the related notes. These accounts have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, 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 members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Accounts in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 3.

Our responsibility is to audit the Accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the Accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the Accounts.

In addition we report to you if, in our opinion, 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 directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent mis-statements within it.

#### **Basis of audit opinion**

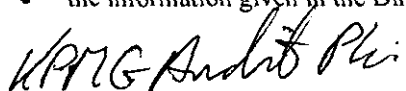
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the Accounts, 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 Accounts are free from material mis-statement, 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 Accounts.

#### **Opinion**

In our opinion:

- the Accounts give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2009 and of result for the year then ended;
- the Accounts have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the Accounts.

  
KPMG Audit Plc  
Chartered Accountants  
Registered Auditor  
Edinburgh  
17 July 2009

# **SSE Toddleburn Limited**

## **Profit and Loss Account Year ended 31 March 2009**

	Note	Year ended 31 March 2009 £000	7 months ended 31 March 2008 £000
Operating costs		-	-
<b>Profit/(loss) on ordinary activities before taxation</b>		-	-
Tax on profit/(loss) on ordinary activities	3	-	-
<b>Profit/(loss) for the financial period</b>	7	-	-

The above results are derived from continuing activities.

There were no other recognised gains and losses, other than the result for the financial period.

The accompanying notes are an integral part of these Accounts.

## SSE Toddleburn Limited

### Balance Sheet as at 31 March 2009

	Note	31 March 2009 £000	31 March 2008 £000
<b>Fixed Assets</b>			
Tangible assets	4	11,396	-
<b>Creditors: amounts falling due within one year</b>	5	(12,353)	(957)
<b>Net current liabilities</b>		<u>(957)</u>	<u>(957)</u>
<b>Net liabilities</b>		<u>(957)</u>	<u>(957)</u>
<b>Capital and reserves</b>			
Called up share capital	6	-	-
Profit and loss account	7	(957)	(957)
<b>Shareholders' deficit</b>		<u>(957)</u>	<u>(957)</u>

These Accounts were approved by the Directors on 17 July 2009 and signed on their behalf by

*Paul R. Smith*

Paul Smith  
Director

## SSE Toddleburn Limited

### Reconciliation of Movements in Shareholders' Deficit as at 31 March 2009

	Year ended 31 March 2009 £000	7 months ended 31 March 2008 £000
Profit/(loss) for the period	-	-
Net movement in shareholders' deficit	-	-
Opening shareholders' deficit	(957)	(957)
Closing shareholders' deficit	(957)	(957)

# **SSE Toddleburn Limited**

## **Notes on the Accounts Year ended 31 March 2009**

### **1. Significant accounting policies**

#### **Basis of preparation**

The Accounts have been prepared in accordance with all applicable United Kingdom accounting standards. The principal accounting policies are summarised below and have been applied consistently.

The Company's balance sheet at 31 March 2009 shows a net liability position of £956,828 (2008 - £956,828). The parent company has confirmed that it will continue to provide financial support to the Company and in particular will not seek repayment of the amounts currently made available. On this basis, the directors believe that the Company will be in a position to meet its liabilities as they fall due and that the accounts are appropriately prepared on a going concern basis.

These Accounts have been prepared on a going concern basis which assumes that the ultimate parent company, Scottish and Southern Energy plc, intends to provide such funds as are necessary for the Company to continue in existence for the foreseeable future. The Directors of the ultimate holding company have confirmed this undertaking.

Under Financial Reporting Standard 1 (FRS 1), the Company is exempt from the requirement to prepare a cash flow statement on the grounds that the ultimate parent undertaking includes the Company in its own published consolidated Accounts.

As the Company is a wholly owned subsidiary of Scottish and Southern Energy plc (SSE plc), it has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the Scottish and Southern Energy Group (the Group).

#### **Taxation**

The charge for taxation is based on the profit/(loss) for the period and takes into account deferred taxation.

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted, or substantially enacted, by the balance sheet date.

Deferred taxation arises in respect of items where there are timing differences between their treatment for accounting and taxation purposes. This is recognised where an obligation to pay more tax in the future has originated but not reversed at the balance sheet date. A deferred tax asset is recognised only when it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

#### **Property, plant and equipment**

##### *Owned Assets*

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairments. Where an item of property, plant and equipment comprises major components having different useful lives, the components are accounted for as separate items of property, plant and equipment, and depreciated accordingly.

##### *Depreciation*

Depreciation is charged to the income statement to write off cost, less residual values, on a straight line basis over their estimated useful lives. The estimated useful lives are as follows:

Wind farm developments	20 to 25 years
Distribution buildings, plant and equipment	10 to 45 years

### **2. Directors', staff and auditors' remuneration**

No Director received remuneration in respect of their service to the Company (2008 - £nil). There were no staff employed during the period (2008 - none). The Company's audit fee for the period was borne by the Parent Company.



# SSE Toddleburn Limited

## Notes on the Accounts Year ended 31 March 2009

### 3. Taxation

	Year ended 31 March 2009 £000	7 months ended 31 March 2008 £000
Current tax:		
United Kingdom corporation tax	-	-

The difference between the total current tax shown above and the amount calculated by applying the standard rate of UK corporation tax to the profit before tax is as follows:

	Year ended 31 March 2009 £000	7 months ended 31 March 2008 £000
Profit/(loss) before taxation	-	-
Tax on profit/(loss) on ordinary activities at standard UK corporation tax rate of 28% (2008 - 30%)	-	-
Effects of:		
Group Relief	-	-
Current tax charge for period	-	-

### 4. Tangible fixed assets

	Generation assets £000
Cost and net book value:	
At 1 April 2008	-
Additions	11,396
At 31 March 2009	11,396

### 5. Creditors: amounts falling due within one year

	31 March 2009 £000	31 March 2008 £000
Trade creditors	823	-
Accruals and deferred income	250	-
Amounts owed to parent company	11,280	957
	12,353	957

### 6. Share capital

The authorised and called up share capital was:

	31 March 2009 £	31 March 2008 £
Authorised:		
100,000 ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid:		
100 ordinary shares of £1 each	100	100

## **SSE Toddleburn Limited**

### **Notes on the Accounts Year ended 31 March 2009**

#### **7. Reserves**

**Profit and  
loss account  
£000**

Balance at 31 March 2008 and 31 March 2009

**(957)**

#### **8. Ultimate holding company**

The Company is a subsidiary of Scottish and Southern Energy plc, which is the ultimate parent company and is registered in Scotland. The largest and smallest group in which the results of the Company are consolidated is that headed by Scottish and Southern Energy plc. The consolidated accounts of the group (which include those of the Company) are available from Corporate Communications, Inveralmond House, 200 Dunkeld Road, Perth PH1 3AQ.