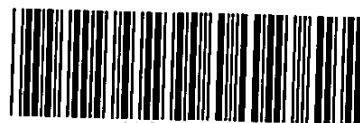


Tesla Motors Limited
Abbreviated accounts
for the year ended 31 December 2009

Registered number: 04384008

TUESDAY



AOB8KQPG

A05

11/01/2011

178

COMPANIES HOUSE

Tesla Motors Limited

Abbreviated accounts for the year ended 31 December 2009

Independent auditors' report	1
Balance sheet	2
Notes to the abbreviated accounts	3-5

Tesla Motors Limited

Independent auditors' report to Tesla Motors Limited under section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Tesla Motors Limited for the year ended 31 December 2009 prepared under section 396 of the Companies Act 2006

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

This report, including the opinion, has been prepared for and only for the company for the purpose of section 449 of the Companies Act 2006 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Directors' third-party indemnity provision

A qualifying third-party indemnity provision as defined in section 234 of the Companies Act 2006 is in force for the benefit of each of the directors in respect of liabilities incurred as a result of their office, to the extent permitted by law. In respect of those liabilities for which directors may not be indemnified, the company maintained a directors' and officers' liability insurance policy throughout the financial year.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

David Newstead (Senior Statutory Auditor)

For and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Norwich

6 January 2011

Tesla Motors Limited

Abbreviated balance sheet as at 31 December 2009

	Note	2009 £	2008 £
Fixed assets			
Tangible assets	2	201,082	16,275
Current assets			
Stocks		284,908	-
Debtors		868,753	602,688
Cash at bank and in hand		636,730	99,996
		1,790,391	702,684
Creditors: amounts falling due within one year		(1,163,148)	(255,478)
Net current assets		627,243	447,206
Net assets		828,325	463,481
Capital and reserves			
Called up share capital	3	100	100
Profit and loss account		828,225	463,381
Total shareholders' funds		828,325	463,481

The abbreviated accounts have been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies

Approved by the Directors on *January 3, 2011*


M Taylor
Director

Tesla Motors Limited

Notes to the abbreviated accounts for the year ended 31 December 2009

1. Principal accounting policies

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies is set out below. These have been reviewed by the director in accordance with Financial Reporting Standard 'FRS' 18, 'Accounting Policies', and have been applied consistently.

Going concern

The Company has received confirmation from Tesla Motors, Inc., the Company's ultimate parent undertaking, that financial support will be provided for a period of at least twelve months from the date of approval of these financial statements such as to enable the Company to meet its obligations as they fall due.

Turnover

Turnover represents the sales value of goods and services supplied to customers and is net of VAT. Turnover on the sale of a vehicle is recognised upon delivery to the customer.

Depreciation

Tangible fixed assets are shown at original cost less accumulated depreciation. The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Depreciation is charged so as to write off the cost or valuation of fixed assets, less their estimated residual values, over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are as follows -

Plant and machinery, fixtures, fittings and equipment	25% on written down value
Computer equipment	40% on written down value
Leasehold improvements	50% on a straight line basis

Deferred taxation

In accordance with the provisions of FRS 19, 'Deferred Taxation', an undiscounted provision is made for deferred tax using the incremental liability method for timing differences between profits as stated in the financial statements and as computed for taxation purposes. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered.

Cash flow statement

The company is exempt from the requirement to produce a cash flow statement under the provisions of FRS 1, 'Cash flow statements (revised 1996)', due to being a small company.

Leasing

Costs in respect of operating leases are charged to the profit and loss account on a straight line basis over the term of the lease.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Foreign currencies

Foreign currency transactions are translated into sterling at the rate ruling on the date of the transaction. All foreign currency monetary assets and liabilities outstanding at the year end are translated into sterling at the rate prevailing at that date. Differences arising are credited or debited to the profit and loss account.

Research and development

Research and development expenditure is charged to the profit and loss account in the year in which it is incurred.

Tesla Motors Limited

Financial instruments

As the company has not elected to adopt FRS 26, 'Financial Instruments Measurement', it is entitled to, and has claimed, exemption from, the disclosure requirements of FRS 25, 'Financial Instruments'. Financial assets and financial liabilities are recognised upon becoming a party to the contractual provisions of the instrument.

Trade creditors

Trade creditors are not interest bearing and are stated at their nominal value.

Equity interests

An equity interest is any contract that gives a residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

Related party transactions

The Company is a wholly owned subsidiary of Tesla Motors Inc and accordingly under the terms of FRS 8, 'Related party disclosures', it is exempt from the requirement to disclose details of transactions with the parent and its wholly owned subsidiaries.

Share based payments

The company participated in share options schemes operated by Tesla Motors Inc, the ultimate holding company. In accordance with FRS 20, 'Share-based payment', the options have been treated as equity settled since they were awarded by Tesla Motors Inc. The fair value of each equity instrument is measured at grant date and charged to the profit and loss account over the option's vesting period. The fair value of the share options is measured using an option-pricing model taking into account any terms and conditions attached to the equity instruments.

2. Tangible fixed assets

	Tangible fixed assets £
Cost	
At 1 January 2009	116,329
Additions	243,123
At 31 December 2009	359,452
Accumulated depreciation	
At 1 January 2009	100,054
Charge for the year	58,316
At 31 December 2009	158,370
Net book value	
At 31 December 2009	201,082
At 31 December 2008	16,275

Tesla Motors Limited

3. Called up share capital

	2009	2008
	£	£
<hr/>		
Authorised		
1,000 (2008 1,000) ordinary share of £1 each	1,000	1,000
<hr/>		
Allotted, called up and fully paid		
100 (2008 100) ordinary shares of £1 each	100	100
<hr/>		

4. Ultimate parent undertaking

Tesla Motors Limited is a wholly owned subsidiary of Tesla Motors, Inc , a company incorporated in the USA

The ultimate controlling party of Tesla Motors, Inc is Mr Elon Musk