

STACAIN WIND FARM LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 2011



ELLIOTT BUNKER LIMITED
Chartered Accountants & Statutory Auditor
3-8 Redcliffe Parade West
Redcliffe
Bristol
BS1 6SP

STACAIN WIND FARM LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

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STACAIN WIND FARM LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2011

The directors present their report and the financial statements of the company for the year ended 31 December 2011

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the creation of a wind farm for the production of electricity

DIRECTORS

The directors who served the company during the year were as follows

Dr E Cameron
Mr R De Laszlo
Dr C Morris
Mr T Murley

Dr E Cameron resigned as a director on 2 October 2011

Dr C Morris resigned as a director on 2 October 2011

DIRECTORS' RESPONSIBILITIES

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

AUDITOR

Elliott Bunker Limited are deemed to be re-appointed under section 487(2) of the Companies Act 2006

STACAIN WIND FARM LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
1 Lyneham Studio
Lyneham Heath Farm, Lyneham
Chipping Norton
Oxfordshire
OX7 6QQ

Signed on behalf of the directors



RD DE LASZLO

Director

Approved by the directors on 25 May 2012

STACAIN WIND FARM LIMITED**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF STACAIN WIND FARM LIMITED****YEAR ENDED 31 DECEMBER 2011**

We have audited the financial statements of Stacain Wind Farm Limited for the year ended 31 December 2011. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

STACAIN WIND FARM LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF STACAIN WIND FARM LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2011

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made or
- we have not received all the information and explanations we require for our audit or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report

3-8 Redcliffe Parade West
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Bristol
BS1 6SP

25 May 2012

NICOLAS MICHAEL FCA (Senior
Statutory Auditor)
For and on behalf of
ELLIOTT BUNKER LIMITED
Chartered Accountants
& Statutory Auditor

STACAIN WIND FARM LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2011**

	Note	2011 £	2010 £
TURNOVER		—	—
Administrative expenses		42,036	277,017
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(42,036)</u>	<u>(277,017)</u>
Tax on loss on ordinary activities		—	—
LOSS FOR THE FINANCIAL YEAR		<u>(42,036)</u>	<u>(277,017)</u>

STACAIN WIND FARM LIMITED**BALANCE SHEET****31 DECEMBER 2011**

	Note	2011 £	2010 £
CURRENT ASSETS			
Debtors	3	4,621	20,228
Cash at bank		1,094	13,177
		<u>5,715</u>	<u>33,405</u>
CREDITORS: Amounts falling due within one year	4	<u>398,185</u>	<u>383,839</u>
NET CURRENT LIABILITIES		<u>(392,470)</u>	<u>(350,434)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(392,470)</u>	<u>(350,434)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	6	10	10
Profit and loss account	7	<u>(392,480)</u>	<u>(350,444)</u>
DEFICIT		<u>(392,470)</u>	<u>(350,434)</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 25 May 2012, and are signed on their behalf by



MR R DE LASZLO

Company Registration Number 06245860

STACAIN WIND FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

2. OPERATING LOSS

Operating loss is stated after charging

	2011 £	2010 £
Directors' remuneration	—	—
Auditor's fees	<u>1,750</u>	<u>1,750</u>

3. DEBTORS

	2011 £	2010 £
VAT recoverable	4,611	20,218
Called up share capital not paid	<u>10</u>	<u>10</u>
	<u>4,621</u>	<u>20,228</u>

4. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Trade creditors	40,874	85,563
Amounts owed to group undertakings	188,696	255,276
Other creditors	161,615	—
Accruals and deferred income	<u>7,000</u>	<u>43,000</u>
	<u>398,185</u>	<u>383,839</u>

Other creditors of £161,615 and trade creditors of £34,899 will not become due until an unknown future date dependent upon financial close of the project

STACAIN WIND FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

5. RELATED PARTY TRANSACTIONS

Ridge Wind Acquisition Limited (RWAL)

RWAL is the parent company with which it has a loan account. As at 31 December 2011 the company owed RWAL £8,839 (2010 - £8,839). This amount is included in creditors in these accounts.

Ridgewind Limited (RWL)

During the year the company was invoiced ££19,846 plus VAT (2010 - £48,016) in respect of services provided by RWL, a company controlled by RWAL. Payments of £38,000 were also made to RWL in respect of services provided. At 31st December 2011 the company owed RWL £31,197 (2010 - £55,573). This amount is included in creditors.

Nutsgrove Wind Farm Limited (NWF)

NWF is also controlled by RWAL. The company has a loan account with NWF, during the year NWF advanced £7,000 to the company. As at 31st December 2011 the sum of £28,000 (2010 - £21,000) remained due to NWF and is included in creditors.

Grange Wind Farm Limited (GWF)

GWF is also controlled by RWAL. The company has a loan account with GWF, during the year GWF advanced £21,100 to the company. As at 31st December 2011 the sum of £34,100 (2010 - £13,000) remained due to GWF and is included in creditors.

Montreathmont Moor Wind Farm Limited (MMWF)

MMWF is also controlled by RWAL. The company has a loan account with MMWF and as at 31st December 2011 the sum of £64,560 (2010 - £64,560) remained due to MMWF and is included in creditors.

Kilchattan Wind Farm Limited (KWF)

KWF is also controlled by RWAL. The company has a loan account with KWF, during the year KWF advanced £22,000 to the company. As at 31st December 2011 the sum of £22,000 (2010 - £nil) remained due to KWF and is included in creditors.

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities.

6. SHARE CAPITAL

Allotted and called up:

	2011		2010	
	No	£	No	£
10 Ordinary shares of £1 each	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>

The amounts of paid up share capital for the following categories of shares differed from the called up share capital stated above due to unpaid calls and were as follows:

	2011	2010
	£	£
Ordinary shares	<u>10</u>	<u>10</u>

STACAIN WIND FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

6. SHARE CAPITAL *(continued)*

The ordinary shares carry full voting rights at general meetings of the company. Dividends will fluctuate depending on results.

7. PROFIT AND LOSS ACCOUNT

	2011 £	2010 £
Balance brought forward	(350,444)	(73,427)
Loss for the financial year	(42,036)	(277,017)
Balance carried forward	<u>(392,480)</u>	<u>(350,444)</u>

8. ULTIMATE PARENT COMPANY

As from September 2011 the immediate parent company was Ridge Wind Acquisition Ltd. The ultimate controlling party is Ridge Wind Holdings SARL, a company incorporated in Luxembourg. Previously there was no overall controlling party.

9. GOING CONCERN

The company has returned losses in its initial years of trading but in the directors' opinions the company remains a going concern based on future projections and support from the parent company.