

Registered Number SC242525

BEINN MHOR POWER LIMITED

Revised Report and Financial Statements

30 June 2008



(- 26/01/2009)

BEINN MHOR POWER LIMITED

REPORT AND FINANCIAL STATEMENTS 2008

CONTENTS

Page

Directors' report	1
Independent auditors' report	3
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7

BEINN MHOR POWER LIMITED

DIRECTORS' REPORT

The directors present their report on the affairs of the company, together with the financial statements for the year ended 30 June 2008.

This report has been prepared in accordance with the special provisions relating to small companies under Section 246(4) of the Companies Act 1985.

REVISION OF FINANCIAL STATEMENTS

These revised financial statements replaced the original financial statements for the year ended 30 June 2008 which were approved by the board on 9 September 2008. They are now the statutory financial statements of the company for that financial year. In accordance with the Companies Act 2006 ("the Act"), the financial statements have been revised as at the date of the original financial statements and not as at the date of this revision. Accordingly they do not deal with events between those dates.

The original financial statements did not comply with the Act in the following respects. The long term loan was incorrectly stated in the balance sheet and related notes in the current year and prior year. This arose due to a miscalculation of foreign exchange on the translation of the loan. The effect of the revision is to reduce the long term loan balance by £73,429 (2007 - £80,500) and to reduce the loss made in the year by the same amount.

The Act requires that where revised financial statements are issued, a revised auditors' report is issued and this is attached.

Under section 454 of the Act the directors have authority to revise annual financial statements, the directors' report or directors' remuneration report if they do not comply with the Act. The revised financial statements or report must be amended in accordance with the Companies (Revision of Defective Accounts and Report) Regulations 2008 and in accordance therewith do not take account of events which have taken place after the date on which the original financial statements were approved. The Regulations require that the revised financial statements show a true and fair view as if they were prepared and approved by the directors as at the date of the original financial statements.

PRINCIPAL ACTIVITIES

The principal activity of the company is the planning, and associated activities, of the construction and operation of a wind farm at Eishken Estate on the Isle of Lewis. The company has no employees.

PROPOSED DIVIDEND AND TRANSFER TO RESERVES

The loss for the year after taxation amounted to £493,290.

No dividend was paid or is proposed in respect of the year ended 30 June 2008.

DIRECTORS

The directors who served throughout the year were as follows:

C G Cripps
J N Oppenheim
P A Smith

BEINN MHOR POWER LIMITED

DIRECTORS' REPORT (continued)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual 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). The financial statements 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 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 proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

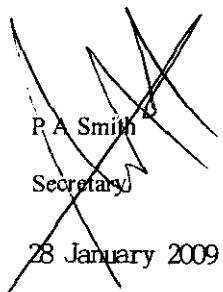
AUDITORS

In the case of each of the persons who are directors of the company at the date when this report is approved:

- so far as each of the directors is aware, there is no relevant audit information (as defined in the Companies Act 1985) of which the company's auditors are unaware; and
- each of the directors has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information (as defined) and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

Approved by the Board of Directors
and signed on behalf of the Board


P A Smith
Secretary

28 January 2009

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BEINN MHOR POWER LIMITED

We have audited the financial statements of Beinn Mhor Power Limited for the year ended 30 June 2008 which comprise the profit and loss account, the balance sheet and the related notes 1 to 8. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (Effective January 2007).

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 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 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 financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements 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 financial statements 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 financial statements.

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 misstatements 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 financial statements. It also includes an assessment of the significant estimates and judgments made by the directors 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
BEINN MHOR POWER LIMITED (continued)**

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 30 June 2008 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

Going concern

Without qualifying our opinion, we draw attention to the disclosures made in note 2 of the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of £493,290 during the year ended 30 June 2008, and the company's liabilities exceed its assets by £1,925,016. The company's plans involve a requirement for additional loan finance. This indicates a material uncertainty which may cast doubt about the company's ability to continue as a going concern. The financial statements do not describe the adjustments that would result if the company were unable to continue as a going concern as it is not practical to determine or quantify them.

Deloitte W

Deloitte LLP

Chartered Accountants and Registered Auditors
Cambridge, United Kingdom

4 March 2009

BEINN MHOR POWER LIMITED

PROFIT AND LOSS ACCOUNT Year ended 30 June 2008

	Note	2008 £	2007 £
Administration expenses		(469,921)	(71,339)
OPERATING LOSS	4	(469,921)	(71,339)
Interest receivable and similar income		680	725
Interest payable and similar charges		(24,049)	(12,925)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(493,290)	(83,539)
Tax on loss on ordinary activities		-	-
RETAINED LOSS FOR THE FINANCIAL YEAR	8	(493,290)	(83,539)

BEINN MHOR POWER LIMITED

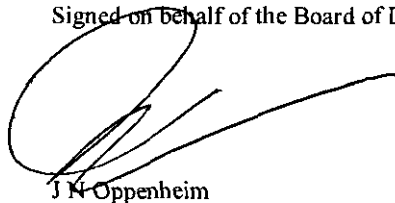
BALANCE SHEET 30 June 2008

	Note	2008 £	2007 £
CURRENT ASSETS			
Debtors - other debtors		38,659	1,657
Cash at bank and in hand		7,085	36,123
		<u>45,744</u>	<u>37,780</u>
CREDITORS: amounts falling due within one year	5	<u>(293,324)</u>	<u>(42,545)</u>
NET CURRENT LIABILITIES		<u>(247,580)</u>	<u>(4,765)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(247,580)</u>	<u>(4,765)</u>
CREDITORS: amounts falling due after more than one year	6	<u>(1,677,436)</u>	<u>(1,431,961)</u>
		<u>(1,925,016)</u>	<u>(1,436,726)</u>
CAPITAL AND RESERVES			
Called up share capital	7	105	100
Share premium account	8	4,995	-
Profit and loss account	8	<u>(1,930,116)</u>	<u>(1,436,826)</u>
SHAREHOLDERS' DEFICIT		<u>(1,925,016)</u>	<u>(1,436,726)</u>

These accounts have been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

These financial statements were approved by the Board of Directors on 28 January 2009

Signed on behalf of the Board of Directors



J H Oppenheim
Director

BEINN MHOR POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS Year ended 30 June 2008

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards and under the historical cost accounting rules.

Cash flow statement

The company has taken advantage of the exemption under Financial Reporting Standard 1 (revised) not to prepare a cash flow statement on the basis that the company is a small company.

Foreign exchange

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date.

Taxation

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

Deferred tax is provided in full on timing differences, which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2. GOING CONCERN

During the year under review, the company has met its working capital requirements primarily as a result of funds received from loans from a private trust.

On the basis of strong support from the lenders who are committed to realising the goals of the company, the directors consider the company will continue in operational existence for the foreseeable future and that it is appropriate to prepare the financial statements on a going concern basis.

These accounts do not reflect any adjustments that may be required if the company was unable to continue in operational existence for the foreseeable future.

3. INFORMATION REGARDING DIRECTORS

No remuneration was paid to the directors.

4. OPERATING LOSS

	2008 £	2007 £
Operating loss is after charging:		
Auditors' remuneration	10,000	-

The £10,000 charged in 2008 is in respect to the five years of audits to 30 June 2008.

BEINN MHOR POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 30 June 2008

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Trade creditors	293,324	42,545

6. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2008 £	2007 £
Loan account due between one and two years	1,677,436	-
Loan account due between two and five years	-	1,431,961
	1,677,436	1,431,961

7. CALLED UP SHARE CAPITAL

	2008 £	2007 £
Authorised		
1,000 ordinary shares of £1 each	1,000	1,000
Called up, allotted and fully paid		
105 (2007 - 100) ordinary shares of £1 each	105	100

On 13 February 2008 the company issued 5 ordinary shares of £1 each for £1,000 per share.

8. STATEMENT OF MOVEMENT IN RESERVES

	Share premium account £	Profit and loss account £	Total £
At 1 July 2006	-	(1,436,826)	(1,436,826)
Loss for the year	-	(493,290)	(493,290)
Issue of shares	4,995	-	4,995
At 30 June 2008	4,995	(1,930,116)	(1,925,121)