

SSE plc

Unaudited interim financial statements for the period to 31 January 2019

Company registration number SC117119



SSE plc
Company Income Statement
for the period ended 31 January 2019

10 month period to 31 January 2019
(unaudited)

	Before exceptional items and certain re- measure- ments £m	Exceptional items and Certain re- measure- ments £m	Total £m
Revenue	1.7	-	1.7
Cost of sales	-	-	-
Gross profit	1.7	-	1.7
Operating costs	(13.4)	-	(13.4)
Income from shares in subsidiaries, joint ventures and associates ¹	55.4	892.7	948.1
Operating profit	43.7	892.7	936.4
Finance income	349.9	-	349.9
Finance costs	(112.8)	2.5	(110.3)
Profit before taxation	280.8	895.2	1,176.0
Taxation	(34.1)	(0.5)	(34.6)
Profit for the period	246.7	894.7	1,141.4
Attributable to:			
Ordinary shareholders of the company			1,094.8
Other equity holders			46.6

¹ The exceptional income of £892.7m represents a gain from the fair value transfer of the GB domestic retail business from SSE plc to another group company, SSE Energy Services Group Limited. The resulting gain is not currently distributable.

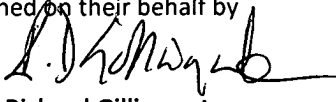
SSE plc
Company Balance Sheet
As at 31 January 2019

	31 January 2019 (Unaudited) £m	31 March 2018 (Audited) £m
Assets		
Equity investments in joint ventures and associates	126.5	126.5
Loans to joint ventures and associates	201.1	315.5
Investments in subsidiaries	2,844.6	2,873.7
Trade and other receivables	9,941.8	11,286.5
Derivative financial assets	325.7	217.5
Retirement benefit assets	518.5	572.1
Non-current assets	13,958.2	15,391.8
Trade and other receivables	1,166.7	4,189.2
Cash and cash equivalents	15.6	72.2
Derivative financial assets	14.5	84.3
Current assets held for sale	-	32.8
Current assets	1,196.8	4,378.5
Total assets	15,155.0	19,770.3
Liabilities		
Loans and other borrowings	1,161.5	626.3
Trade and other payables	1,987.8	8,393.0
Current tax liabilities	31.4	21.8
Derivative financial liabilities	2.2	81.1
Current liabilities	3,182.9	9,122.2
Loans and other borrowings	6,830.5	6,044.5
Deferred tax liabilities	122.8	141.0
Derivative financial liabilities	415.2	392.8
Non-current liabilities	7,368.5	6,578.3
Total liabilities	10,551.4	15,700.5
Net assets	4,603.6	4,069.8
Equity		
Share capital	517.2	511.5
Share premium	885.6	890.3
Capital redemption reserve	34.8	34.8
Hedge reserve	11.0	10.4
Retained earnings	1,985.3	1,453.1
Equity attributable to ordinary shareholders of the company	3,433.9	2,900.1
Hybrid equity	1,169.7	1,169.7
Total equity attributable to equity holders of the company	4,603.6	4,069.8

These accounts are unaudited and have been prepared, and are now filed, pursuant to Sections 836 and 838 of the Companies Act 2006.

Approved by the Board of Directors on 13 February 2019 and signed on their behalf by


Gregor Alexander,
 Finance Director


Richard Gillingwater,
 Chairman

SSE plc

Notes to the company financial statements

1. Significant accounting policies

The accounting policies set out below have been applied in preparing the financial statements for the year ended 31 March 2018.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards ('IFRSs') and its interpretations as issued by the International Accounting Standards Board ('IASB') and adopted by the European Union ('adopted IFRS').

The financial statements are prepared on the historical cost basis except for derivative financial instruments and assets of the company pension scheme which are stated at their fair value, and liabilities of the company pension scheme, which are measured using the projected unit credit method.

Going concern

The Directors consider that the company has adequate resources to continue in operational existence for the foreseeable future. The financial statements are therefore prepared on a going concern basis.

Use of estimates and judgements

The preparation of financial statements conforming with adopted IFRS requires the use of certain accounting estimates. It also requires management to exercise judgement in the process of applying the accounting policies.

2. Changes in equity

	Share capital £m	Share premium account £m	Capital redemption reserve £m	Hedge reserve £m	Retained earnings £m	Hybrid equity £m	Total £m
At 1 April 2018	511.5	890.3	34.8	10.4	1,453.1	1,169.7	4,069.8
Profit for the period	-	-	-	-	1,094.8	46.6	1,141.4
Other comprehensive income	-	-	-	0.6	(40.4)	-	(39.8)
Dividends to shareholders	-	-	-	-	(672.5)	-	(672.5)
Scrip dividend related share issue	5.7	(5.7)	-	-	141.8	-	141.8
Distributions to hybrid equity holders	-	-	-	-	-	(46.6)	(46.6)
Issue of shares	-	1.0	-	-	-	-	1.0
Credit in respect of employee share awards	-	-	-	-	10.4	-	10.4
Investment in own shares	-	-	-	-	(1.9)	-	(1.9)
At 31 January 2019	517.2	885.6	34.8	11.0	1,985.3	1,169.7	4,603.6

3. Dividends

It is proposed to pay an interim dividend of 29.3p per ordinary share, which equates to £300.8m (ignoring the impact of any scrip element). The retained earnings of £1,985.3m above include non-distributable reserves of £333.1m in relation to the pensions surplus and the exceptional gain of £892.7m recognised in the Income Statement. The payment of the dividend would leave a remaining distributable reserve of £458.7m.