

Company Registration No 07640689 (England and Wales)

CASCADE HYDRO LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2012



CASCADE HYDRO LTD

COMPANY INFORMATION

Directors	P R S Earl B Rowbotham
Secretary	M Bravo Quiteno
Company number	07640689
Registered office	5th Floor, Prince Consort House Albert Embankment London SE1 7TJ
Auditors	Grant Thornton UK LLP Grant Thornton House Melton Street Euston Square London NW1 2EP

CASCADE HYDRO LTD

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 9

CASCADE HYDRO LTD

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2012

The directors present their report and financial statements for the period ended 31 December 2012

Principal activity

The principal activity of the company is to act as a holding company for power generation interests in Peru

Directors

The following directors have held office since 1 April 2012

P R S Earl
B Rowbotham

Auditors

Grant Thornton UK LLP were appointed as the company's first auditors and in accordance with section 160(2) of the Companies Act 1963, they continue in office as auditors of the company

Statement of 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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

CASCADE HYDRO LTD

DIRECTORS' REPORT (CONTINUED)

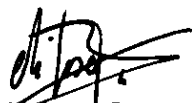
FOR THE PERIOD ENDED 31 DECEMBER 2012

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

By order of the board



M Bravo Quitero

Secretary

30 September 2013

CASCADE HYDRO LTD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CASCADE HYDRO LTD

We have audited the financial statements of Cascade Hydro Ltd for the period ended 31 December 2012 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, 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 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

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, 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 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

A description of the scope of an audit of the financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

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 2012 and of its loss for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

CASCADE HYDRO LTD

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF CASCADE HYDRO LTD

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



Christopher Smith
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London

30 September 2013

CASCADE HYDRO LTD

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2012

		Period ended 31 December 2012 £	Period ended 31 March 2012 £
Administrative expenses		(224)	-
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(224)	-
Tax on loss on ordinary activities	2	-	-
		<hr/>	<hr/>
Loss for the period	6	(224)	-
		<hr/> <hr/>	<hr/> <hr/>

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

CASCADE HYDRO LTD

BALANCE SHEET

AS AT 31 DECEMBER 2012

		31 December 2012		31 March 2012	
	Notes	£	£	£	£
Fixed assets					
Investments	3		1		-
Current assets					
Debtors	4	70,250		-	
Cash at bank and in hand		29,525		1	
Net current assets			99,775		1
Total assets less current liabilities			99,776		1
Capital and reserves					
Called up share capital	5		100,000		1
Profit and loss account	6		(224)		-
Shareholders' funds	7		99,776		1

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

Approved by the Board and authorised for issue on 30 September 2013



P R S Earl
Director

Company Registration No 07640689

CASCADE HYDRO LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared on a going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable UK accounting standards. The directors have reviewed the Company's existing accounting policies and consider that they are suitable. The principal accounting policies have been applied consistently.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.4 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.5 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company has not prepared group accounts as it is exempt from the requirement to do so by section 400 of the Companies Act 2006 as it is a subsidiary undertaking of Rurelec PLC, a company incorporated in England & Wales, and is included in the consolidated accounts of that company.

2 Taxation	2012	2012
Total current tax	-	-
	<u> </u>	<u> </u>
Factors affecting the tax charge for the period		
Loss on ordinary activities before taxation	(224)	-
	<u> </u>	<u> </u>
Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2012 - 20.00%)	(45)	-
Effects of		
Loss not utilised	45	-
	<u> </u>	<u> </u>
Current tax charge for the period	-	-
	<u> </u>	<u> </u>

CASCADE HYDRO LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2012

3 Fixed asset investments

	Shares in group undertakings and participating interests £
Cost	
At 1 April 2012	-
Additions	1
	<hr/>
At 31 December 2012	1
	<hr/>
Net book value	
At 31 December 2012	1
	<hr/> <hr/>

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Cascade Hydro Power S A G	Peru	Ordinary	100 00

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

	Principal activity	Capital and reserves 2012 £	Profit/(loss) for the year 2012 £
Cascade Hydro Power S A G	Holding	1	-
		<hr/>	<hr/>

The company owns 100% of the share capital of Cascade Hydro Power S A G , a company incorporated in Peru under registration number 12649544

4 Debtors

	2012 £	2012 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest	70,250	-
	<hr/>	<hr/>

CASCADE HYDRO LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2012

5 Share capital	2012	2012
	£	£
Allotted, called up and fully paid		
100,000 Ordinary of £1 each	100,000	1

The company issued 99,999 ordinary £1 shares at par during the period

6 Statement of movements on profit and loss account	Profit and loss account £
Loss for the period	(224)

7 Reconciliation of movements in shareholders' funds	2012	2012
	£	£
Loss for the financial period	(224)	-
Proceeds from issue of shares	99,999	-
Net addition to shareholders' funds	99,775	-
Opening shareholders' funds	1	1
Closing shareholders' funds	99,776	1

8 Control

The company is a subsidiary of Rurelec PLC, company number 4812855, a company incorporated in England and Wales. Rurelec PLC owns 70% of the issued share capital.