



## Interim Results - September 2008

# Contents

## **PART 1**

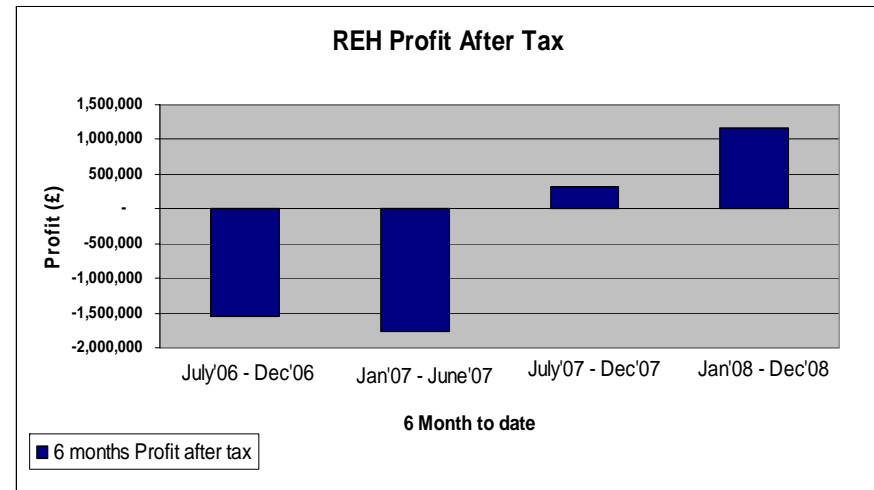
- Overview
- Near term objectives
- Management team
- Investments
- Pipeline
- Outlook for REH and sector

## **PART 2**

- Financials
- Summary

# Overview

- Technology agnostic, “pure play” renewable energy asset company, investing in development and operating assets in markets enjoying good regulatory support
- Commercialising wave energy device, CETO
- Portfolio of operating assets sufficient to cover costs on a cash flow basis
- Operating proven technology assets: 40.5MW of wind and 1MW of land-fill gas
- Long and short term off-take contracts with investment grade utilities, providing exposure to electricity and green certificate prices
- Platform for growth has been created and management team strengthened

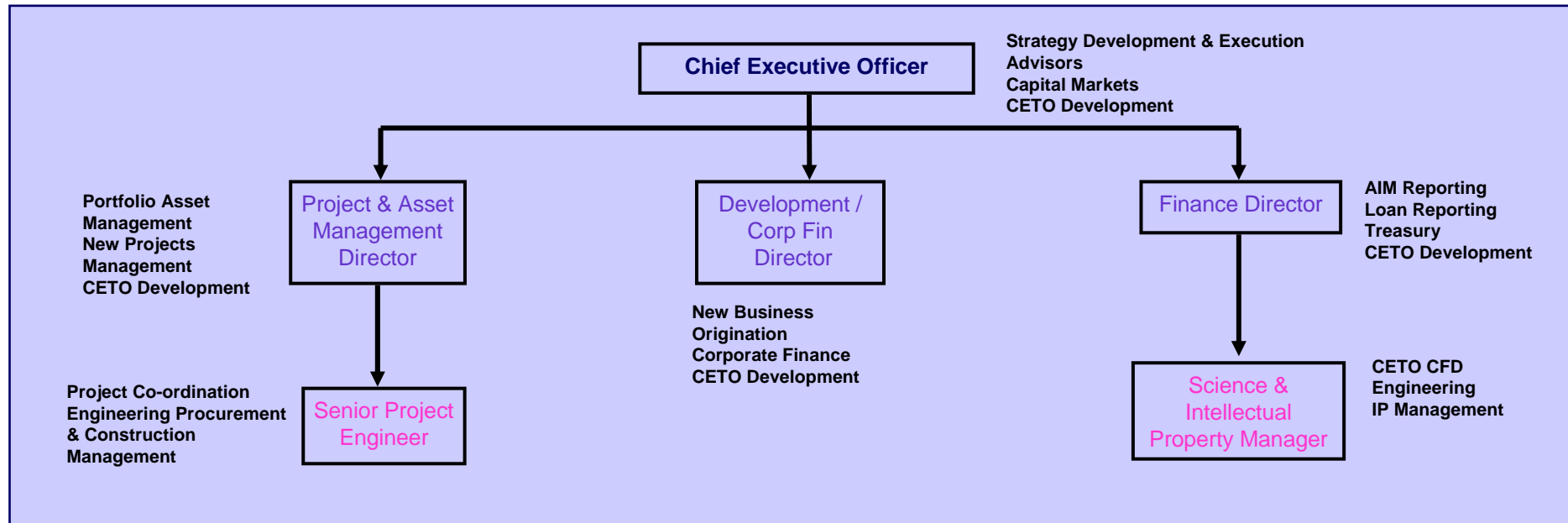


# Near Term Objectives

- Form a strong industry team for core business, with partnerships for risk management (such as commercialising CETO)
- Own 150MW of operating wind capacity by the end 2010
- Develop pipeline of proven technologies via acquisition of:
  - Greenfield assets
  - Development assets
  - Existing operating assets
- Commercialise CETO



# Management Team Strengthened



## Development / Corporate Finance Director

Transactional expertise from 10yrs M&A, project finance, equity in renewable energy  
Specialist market knowledge and contacts  
Wind, solar, hydro, landfill gas, waste management  
Europe, North America, Africa, Asia

## Senior Project Engineer

Operations / project management in the electricity industry  
Design, commissioning and start-up of a new CCGT power station  
Managing CCGT and diesel power stations  
Project management and capital project procurement strategies

# Investments – operating portfolio

## German Wind

- German Wind - 40.5MW
- Increasing by 10% to 45.1MW - acquisition of Habscheid (end '08)
- Represents 89% of REH electricity sales
- Capacity factor 26%
- Price (20 year fixed) - Utility RWE
- Technology - Siemens REpower
- O&M - EdF Energies Nouvelles

### Kesfeld

Forecast Annual Production (kWh)	Forecast Annual Revenue (€)	Forecast Annual Operating Margin (%)
68,451,558	5,763,621	84.45

\* Excl. finance & depreciation costs

### Kirf

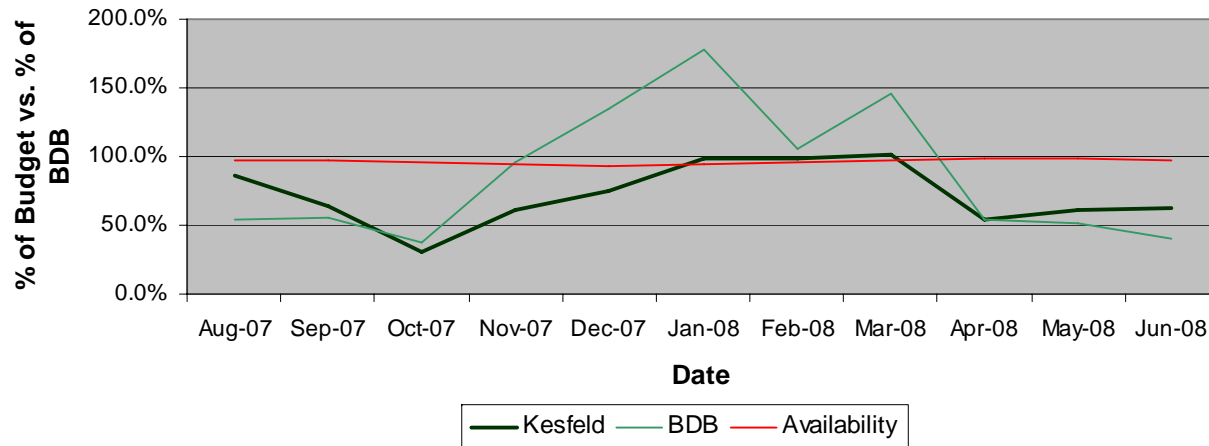
Forecast Annual Production (kWh)	Forecast Annual Revenue (€)	Forecast Annual Operating Margin (%)
17,885,539	1,464,825	81.81

\* Excl. finance & depreciation costs

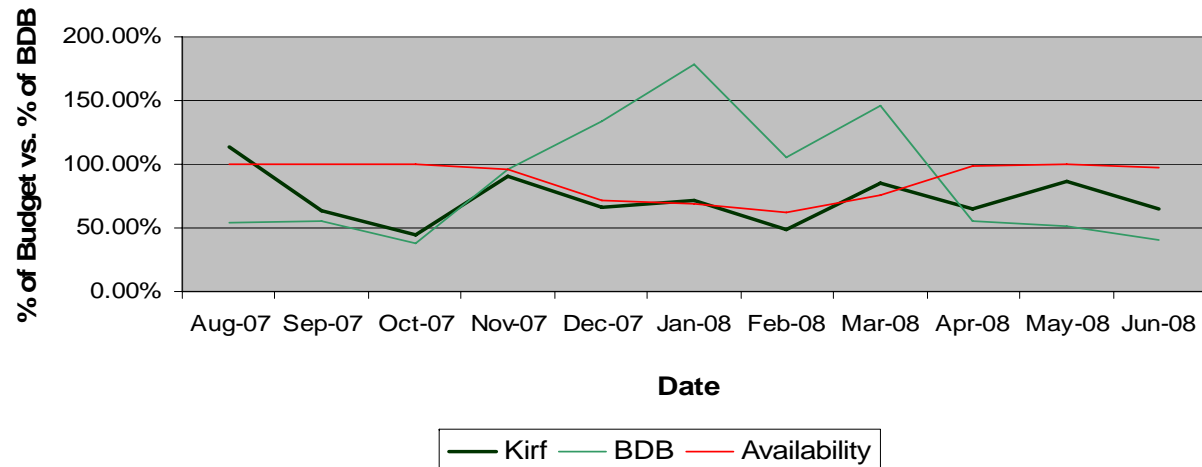
# Investments – operating portfolio

## German Wind – Performance

Kesfeld Performance vs. BDB Index



Kirf Performance vs. BDB Index



# Investments – operating portfolio

## UK Landfill Gas

- Bryn Posteg: 1MW, increasing to 2MW during 2009/10
- Operational efficiency improvements
- Current PPA with EDF £102.68/MWh (Power, ROCs, LECs)
- Represents 11% of REH electricity sales
- Capacity factor 90%



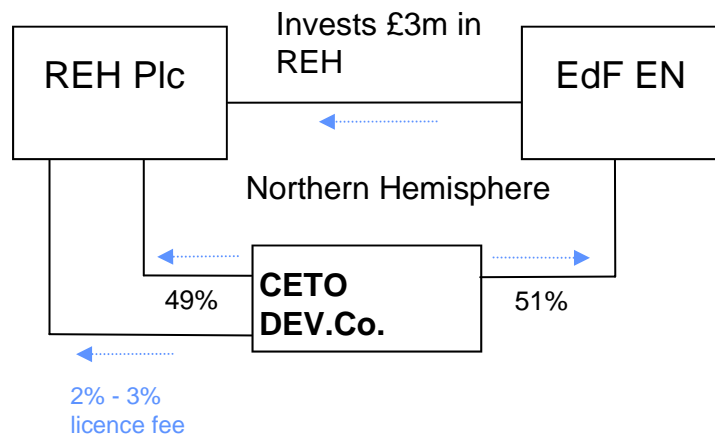
Forecast Annual Production (kWh)	Forecast Annual Revenue (£)	Forecast Annual Operating Margin (%)
5,760,000	587,520	64.17

\* Excl. finance & depreciation costs

# CETO - commercialisation

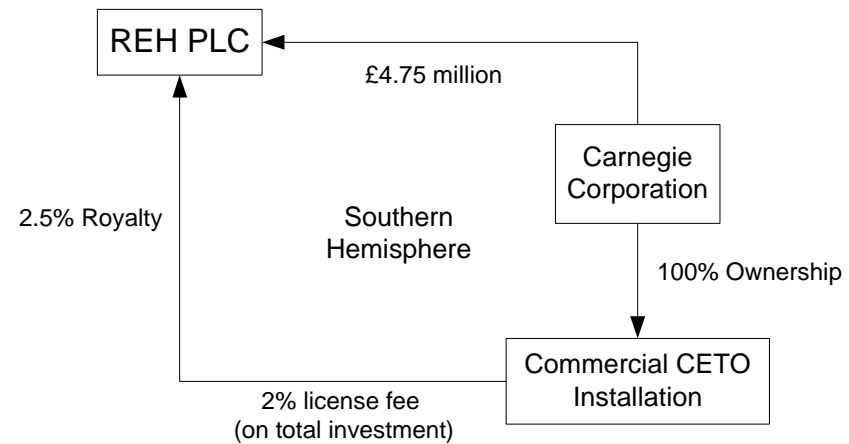
## EdF Energies Nouvelles SA

- JV established to the development of projects in the Northern Hemisphere & Reunion Island
- REH to fund on a proportional basis with EDF EN for projects
- Three CETO II pumps in water. Fully instrumented
- Possibility to deploy CETO III in Northern Hemisphere in parallel with Southern



## Carnegie Corporation

- Licensed technology and future developments thereof for development of projects in the Southern Hemisphere



# Financing – asset business

## Operating portfolio - SCB PF facility

Project finance facility secured with Standard Chartered Bank (SCB) for €78 million to finance German and Polish wind assets and £80 million to finance Welsh wind asset

- €38,172,000 has been used to finance the German assets.

## Banking relationships

- Two or three core relationships for funding and investment banking

Funding for acquisitions of pre-construction / operating projects or portfolios

Drawn (€)	Project
31.02M	Kesfield
7.15M	Kirf
0	Habscheid
0	Poland
0	Sweetlamb

## Philosophy

Utilise senior debt markets for construction and operations including acquisitions

Equity and mezzanine finance for development pipelines

Financial engineering

# Current Pipeline

**Stated goals: 150MW wind by 2010**  
**Current assets: 41.5MW wind and landfill gas**  
**Assets by end, 2008: 46.1MW**  
**Pipeline: 100MW**

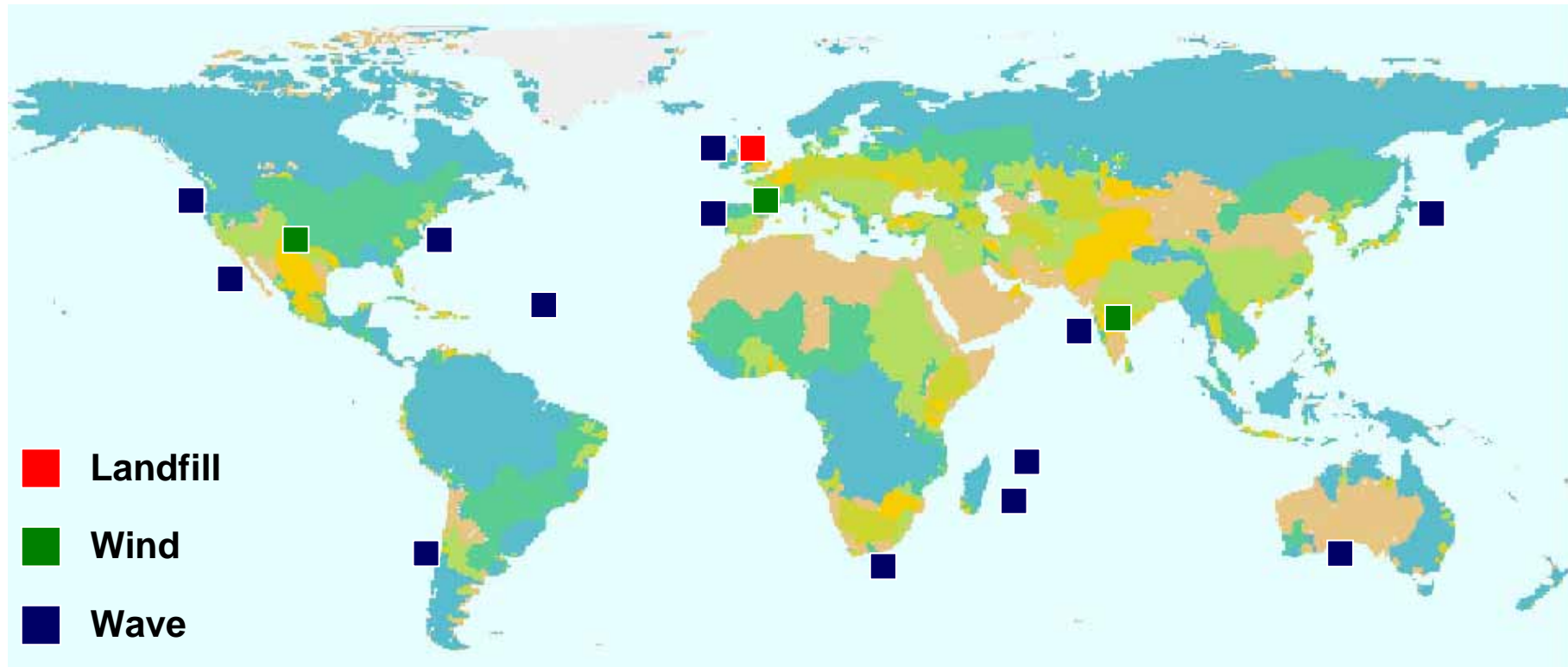
## Wind

- **Poland - 30MW wind farm**
  - Expected commencement of operations Q4 2009
- **Wales, UK - 69MW wind farm**
  - Expected commencement of operations Q4 2010

## Landfill Gas

- **Bryn Posteg – 1MW landfill gas**
  - Expected expansion to 2MW by 2010

# Global Opportunities



# Outlook for REH and Sector

- Renewable energy is being driven by three variables
  - Price and scarcity of hydrocarbons
  - Security of supply
  - Carbon emissions
- Excellent fundamentals in REH's current technologies
  - Wind, wave and landfill gas
- Other attractive sub-sets of renewable energy
  - Solar, run of river hydro and waste management
- Other attractive geographies
  - North America, India

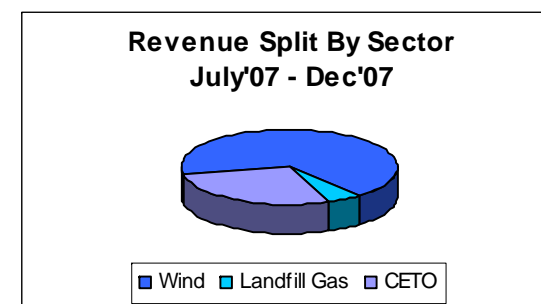
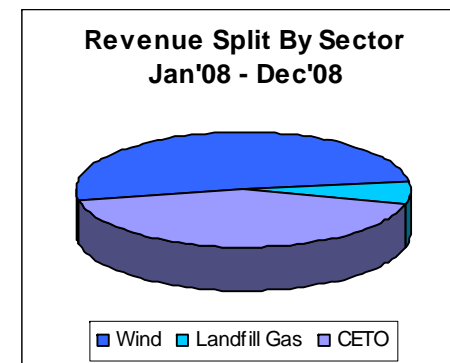
Action	Lead time (Yrs)
Greenfield development	3
Development/ pipeline acquisition	1-2
Acquisitions of pre-construction / operating projects or portfolios	Immediate



# Financials

# P&L Account

	Six months ended 30 June 2008 (Unaudited)	Six months ended 30 June 2007 (Unaudited) (Restated)	Year ended 31 December 2007 (Audited)
Revenue	4,634,228	1,859,928	4,584,910
Other income	-	-	296,040
Expenses	(2,867,160)	(2,328,697)	(5,288,439)
<b>Operating profit</b>	<b>1,767,068</b>	<b>(468,769)</b>	<b>(407,489)</b>
Finance cost	(911,419)	(762,989)	(1,148,699)
Finance income	214,552	31,627	177,458
<b>PBT</b>	<b>1,070,201</b>	<b>(1,200,131)</b>	<b>(1,378,730)</b>
Tax	87,858	(51,721)	(72,732)
<b>PAT</b>	<b>1,158,059</b>	<b>(1,251,852)</b>	<b>(1,451,462)</b>



# Balance Sheet

	30 June 2008 (Unaudited)	30 June 2007 (Unaudited) (Restated)	31 December 2007 (Audited)
Property, plant and equipment	36,876,423	26,502,841	35,321,316
Intangible assets	10,589,711	8,059,277	8,538,143
Cash and cash equivalents	9,566,277	2,885,944	7,115,053
Trade and other receivables	1,791,429	670,632	1,610,283
<b>Total assets</b>	<b>58,823,840</b>	<b>38,118,694</b>	<b>52,584,795</b>
Trade and other payables	1,633,021	1,059,812	1,338,400
Financial liabilities	24,957,893	19,370,297	24,623,478
Other financial liabilities	2,356,738	1,603,296	2,042,682
<b>Total liabilities</b>	<b>28,947,652</b>	<b>22,033,405</b>	<b>28,004,560</b>
<b>TOTAL NET ASSETS</b>	<b>29,876,188</b>	<b>16,085,289</b>	<b>24,580,235</b>















# Summary




- Renewable energy market continues to be attractive for investment and growth
- REH own a portfolio of operating assets sufficient to cover costs on a cashflow basis
- On track for original target of 150MW wind operating capacity by 2010
- Three CETO II units deployed with full instrumentation in August 2008
- Strengthened management team with both operational and transactional experience
- Platform for growth



# Appendix

# Questions & Management Track Record

UK	<p>2000</p> <p><b>Manx Electricity</b> 105km 60MVA subsea interconnector</p> 	<p>2002</p> <p><b>Offshore Wind</b> 108MW offshore project</p> 	<p>2003</p> <p><b>Manx Electricity</b> 31km subsea and cross country 90bar natural gas pipeline</p> 	<p>2003</p> <p><b>Manx Electricity</b> 88MW Combined Cycle Gas Turbine Station</p> 	<p>2003</p> <p><b>Colorado Green</b> 162MW wind asset</p> 
South America	<p>2004</p> <p><b>Coya Pangal</b> 76MW Hydro asset in Chile</p> 	<p>2004</p> <p><b>Stateline</b> 300MW wind asset</p> 	<p>2005</p> <p><b>IEBV 4</b> Acquisition of a 303MW wind portfolio</p> 	<p>2005</p> <p><b>Nam Theun 2</b> Hydropower Project Laos</p> 	<p>2005</p> <p><b>Fenland Windfarms Limited</b> 94 MW portfolio</p> <p><i>EDF Énergies Nouvelles</i></p>
North America	<p>2006</p> <p><b>BFE Operating Company, LLC</b> Two 100k g/yr ethanol Plants</p> 	<p>2006</p> <p><b>ASAlliance BioFuels, LLC</b> Three 100g/yr ethanol Plants</p> 	<p>2006</p> <p><b>Sterling Infotech</b> Acquisition of shares in WinwinD</p> 	<p>2006</p> <p><b>Climate Change Capital</b> EUR50m Investment</p> 	<p>2007</p> <p><b>Wayang Windu</b> Geothermal Power Plant in Indonesia</p> 

Asia	<p>2007</p> <p><b>Sinan Solar</b></p> <p>19.6MW Solar PV in Korea</p>  <p>DONGYANG ENGINEERING &amp; CONSTRUCTION CORP.</p>	<p>2007</p> <p><b>Bujagali</b></p> <p>250MW Hydropower Project in Uganda</p> 	<p>2008</p> <p><b>YingliChina</b></p> <p>Solar pv Manufacturing facility</p>  <p>YINGLI SOLAR</p>
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