

SSE Airtricity Ltd

Directors' report and Financial Statements

Year Ended 31 March 2025

Registered number: 317386

SSE Airtricity Ltd

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SSE Airtricity Ltd

Directors and other information

Directors

S. Gallagher

M. Ennis

S. Wheeler

K. Neenan

A. Murphy

N. Flanders

Registered office

Red Oak South
South County Business Park
Leopardstown
Dublin 18

Company secretary

K. Gill (resigned 15th November 2024)

B. O'Connor (appointed 15th November 2024)

Bankers

Bank Of Ireland
Blackrock
Co. Dublin

Lloyds Bank
10 Gresham Street
London
EC2V 7AE

Auditors

Ernst & Young Chartered Accountants and Statutory Audit Firm
Harcourt Centre
Harcourt Street
Dublin 2
Ireland

Solicitors

SSE Legal Counsel
Inveralmond House
200 Dunkeld Road
Perth
Scotland
PH1 3AQ

Registered number

317386

SSE Airtricity Ltd

Directors' Report for the Financial Year Ended 31 March 2025

The directors present their report and the audited financial statements for the year ended 31 March 2025.

Principal activity, business review (including principal risks and uncertainties) and future developments

The core purpose of SSE Airtricity Limited (the "Company" or "SSE") is to provide the energy people need in a reliable and sustainable way. The goal remains to grow market share and a sustainable business, while managing the various market risks.

The Company is involved in the supply of electricity and gas and it is regulated under licence by the Commission for the Regulation of Utilities ("CRU"). The Company acquires customers, purchases electricity and gas from other Group companies and from third parties and pays ESB Networks and Gas Networks Ireland for the use of transmission and distribution systems.

The Company's immediate parent undertaking is SSE Renewables Holdings Limited, a company registered in the Republic of Ireland. The Company's ultimate parent undertaking is SSE plc, a company registered in the United Kingdom.

SSE plc is providing renewables, flexible generation and storage technologies, and strengthened networks that will help address the threat posed by global warming. The climate emergency is at the very heart of SSE's net zero-focused strategy and the Company is an integral part of delivering this. The consolidated disclosures of SSE plc are available on pages 174 to 228 of the SSE plc Annual Report 2025.

Going Concern

The financial statements are prepared on a going concern basis which has been supported by the provision of a parental letter of support from SSE plc. The Group letter of support confirms that the Group will provide support to 31 December 2026 where required. The Directors are satisfied that the Group has the ability to provide this support, should it be required.

In assessing the financial strength of the letter of support provided, the Directors considered the Group's cash and cash equivalents balance of £1,090.5m at 31 March 2025, and the undrawn committed bank facility of £1.5bn maintained by SSE plc at 31 March 2025. During the year this facility was re-financed to ensure that the Group is set up to meet its funding obligations over the next five years. The Directors have taken into account the Group's credit rating and the successful issuance of £1.4bn of long-term funding in the 2024/25 financial year by the Group, including a €600m 7 year Eurobond at 3.5% in March 2025 by SSE plc. In addition, during the year, the Group has rolled £0.8bn of short-term Commercial Paper and has redeemed £0.2bn of maturing long-term debt. As well as taking account of the factors noted, the going concern conclusion is arrived at after applying stress testing sensitivities to the Group's cash flow and funding projections through to 31 December 2026, including removal of proceeds from unconfirmed future divestments, negative and positive sensitivities on operating cash flows and uncommitted capex and other adjustments.

Having reviewed the financial strength of the Group, the Directors are satisfied that the Group, and the Company itself, will remain funded for the Going Concern period through to 31 December 2026. The Directors have therefore concluded it is appropriate for the financial statements to be prepared on a going concern basis.

SSE Airtricity Ltd

Directors' Report for the Financial Year Ended 31 March 2025 (continued)

Principal risks and uncertainties

The principal risks facing the Company are a competitive market, sales price and cost and availability of power and gas on the wholesale market. To mitigate competition risk, the directors have ensured a sales programme is in place. To mitigate sales price risk the Company has a programme of competitively priced energy products in place that are under continuous review. To mitigate against the risks surrounding the cost and availability of power, the directors have signed contracts for power and have a power hedging arrangement with another group company SSE EPM Trust. The Company has a team of experts which ensures power requirements are met.

The Company continues to monitor geo-political events in Europe which have consequences across Europe for energy markets and policy. These events did not have a significant impact on the accounts for the year ended 31 March 2025.

Results and dividends

The results of the year's trading, the financial position of the Company are shown in the annexed financial statements from pages 11 to 27.

SSE Airtricity has a long history of supporting its customers and made a deliberate choice to shield customers from rising costs through the cost-of-living crisis, which meant absorbing rising costs as a business. Customer support remained a strategic priority throughout this period, reflected in the announcement of electricity and gas tariff reductions effective 1 July 2024. Furthermore, in October 2024, the Company decided not to pass on substantial transmission and distribution charge increases over the winter period, instead prioritising affordability for customers.

In May 2024, the Company also launched a €5m all-island Community Fund to support communities on their journey to net zero.

Thanks to a market-leading fixed-price offer and consistently strong customer service, SSE Airtricity grew its customer base to 770,000 accounts. The Company continues to empower customers to better understand and manage their energy usage, with approximately 20% of new acquisitions opting for smart products.

SSE Airtricity is actively developing propositions that help lower energy bills and support the transition to a low-carbon future. This includes a partnership with Activ8 Energies, which has delivered solar installations on over 2,000 rooftops, reducing bills by up to 50%. In addition, Energy Services products were provided to around 5,000 customers, ranging from smart home surveys and heating upgrades to full-scale domestic retrofits. The Company also remains focused on enhancing the customer experience, including through the expansion of digital tools such as AI to improve service delivery and engagement.

The Company's profit after taxation excluding the impact of derivative instruments is €127,883,000 (2024: €79,576,000), driven by returns from wind assets contracted to SSE Airtricity. Returns on supply margins improved year on year but remain low as we continue to support and shield customers from volatile energy prices.

The financial year saw a derivatives loss after tax of €56,079,000 (2024: loss €879,000) bringing the Company's profit after tax for the year including derivatives to €71,804,000 (2024: €78,697,000). This includes derivatives held at 31 March 2025 against energy purchased for future periods, so is not an indication of underlying performance for the year.

The Company had net assets at 31 March 2025 of €537,238,000 (2024: €464,947,000).

There were no dividends paid or proposed in the current or prior year.

SSE Airtricity Ltd

Directors' Report for the Financial Year Ended 31 March 2025 (continued)

Directors of the Company

The names of the persons who were directors, during the year are set out below. Except where indicated, they served as directors for the entire year.

S. Gallagher

M. Ennis

S. Wheeler

K. Neenan

A. Murphy

N. Flanders

The name of the persons who acted as secretary during the year is set out below:

K. Gill (resigned 15th November 2024)

B. O'Connor (appointed 15th November 2024)

In accordance with the Constitution of the Company, the directors are not required to retire by rotation.

Post balance sheet events

There have been no significant events since the balance sheet date.

Directors' and secretary's shareholdings and other interests

None of the directors or secretary who held office at 31 March 2025 held any disclosable beneficial interest in the share capital of the Company and other Group companies at 31 March 2025.

Political contributions

No political contributions were made during the year (2024: €nil).

Accounting records

The directors believe that they have complied with the requirements of Section 281 of the Companies Act, 2014 with regard to maintaining adequate accounting records by employing accounting personnel with appropriate expertise and by providing adequate resources to the financial function. The accounting records of the Company are maintained at Red Oak South, South County Business Park, Leopardstown, Dublin 18.

Disclosure of information to the auditors

Each director has taken the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Audit committee

The Company has not established an Audit Committee. The ultimate parent undertaking, SSE plc, has established an Audit Committee and the Company falls within the scope of that Committee. The responsibilities of the Audit Committee are set out on page 144 of the SSE plc annual report.

SSE Airtricity Ltd

Directors' Report for the Financial Year Ended 31 March 2025 (continued)

Directors' compliance policy statement

The directors, in accordance with Section 225(2) of the Companies Act 2014, acknowledge that they are responsible for securing the Company's compliance with certain obligations specified in that section arising from the Companies Act 2014, and Tax laws ('relevant obligations').

We confirm that the following matters have been done under section 225(2) in fulfilling its responsibilities

- drawing up of a compliance policy statement setting out the company's policies (that, in our opinion, are appropriate to the company) respecting compliance by the company with its relevant obligations;
- putting in place appropriate arrangements or structures (that, in our opinion) are, designed to secure material compliance with the company's relevant obligations; and
- conducting a review during the financial year of any arrangements or structures that have been put in place.

Approved by the Board on 5 November 2025 and signed on its behalf by:

A Murphy
.....
A. Murphy
Director

S Gallagher
.....
S. Gallagher
Director

SSE Airtricity Ltd

Directors' Report for the Financial Year Ended 31 March 2025 (continued)

Directors' Responsibility Statement

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

Irish 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 the Irish Generally Accepted Accounting Practice (accounting standards issued by the Financial Reporting Council and Irish Law), including FRS 101 'Reduced Disclosure Framework' (FRS 101').

Under Irish company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities, and financial position of the company as at the financial year end date and of the profit or loss for the financial year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and reasons for any material departure; and;
- 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 ensuring the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position, and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited.

They are also responsible for taking such steps as are reasonably open for them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

On behalf of the Board:

Date: 5 November 2025

A Murphy.....

A. Murphy
Director

S Gallagher.....

S. Gallagher
Director



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SSE AIRTRICITY LIMITED

Report on the audit of the financial statements

Opinion

We have audited the financial statements of SSE Airtricity Limited ('the Company') for the year ended 31 March 2025, which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and notes to the financial statements, including the material accounting policy information set out in note 1. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 101 Reduced Disclosure Framework issued in the United Kingdom by the Financial Reporting Council.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 March 2025 and of its profit for the year then ended;
- have been properly prepared in accordance with FRS 101 Reduced Disclosure Framework; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SSE AIRTRICITY LIMITED (Continued)

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Director's report and financial statements other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- the information given in the Directors' report for the financial year ended for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has been prepared in accordance with applicable legal requirements.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures required by sections 305 to 312 of the Act, which relate to disclosures of Directors' remuneration and transactions are not complied with by the Company. We have nothing to report in this regard.



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SSE AIRTRICITY LIMITED (Continued)

Respective responsibilities

Responsibilities of Directors for the financial statements

As explained more fully in the Directors' responsibility statement set out on page 6, the Directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf.

This description forms part of our auditor's report.



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SSE AIRTRICITY LIMITED (Continued)

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with section 391 of the Companies Act 2014. 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 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 members, as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in blue ink that reads 'Cathal McDonagh'.

Cathal McDonagh
for and on behalf of
Ernst & Young Chartered Accountants and Statutory Audit Firm

Dublin

7 November 2025

SSE Airtricity Ltd

Profit and Loss Account for the Financial Year Ended 31 March 2025

	Note	2025 Excluding Derivative Fair Value Movements € 000	2025 Derivative Fair Value Movements € 000	2025 Total including Derivative Fair Value Movements € 000	2024 Excluding Derivative Fair Value Movements € 000	2024 Derivative Fair Value Movements € 000	2024 Total including Derivative Fair Value Movements € 000
Revenue	2	1,768,382	-	1,768,382	1,706,330	-	1,706,330
Cost of sales		(1,580,315)	(65,579)	(1,645,894)	(1,631,458)	(190)	(1,631,648)
Gross profit/(loss)		188,067	(65,579)	122,488	74,872	(190)	74,682
Administrative expenses		(113,431)	-	(113,431)	(91,083)	-	(91,083)
Impairment		(355)	-	(355)	-	-	-
Other income	4	62,640	-	62,640	99,559	-	99,559
Operating profit/(loss)	5	136,921	(65,579)	71,342	83,348	(190)	83,158
Interest receivable and similar income	6	12,969	1,489	14,458	9,215	-	9,215
Interest payable and similar expenses	7	(206)	-	(206)	(1,201)	(815)	(2,016)
Profit/(loss) before tax		149,684	(64,090)	85,594	91,362	(1,005)	90,357
Tax	8	(21,801)	8,011	(13,790)	(11,786)	126	(11,660)
Profit/(loss) for the year		127,883	(56,079)	71,804	79,576	(879)	78,697

The derivatives held at 31 March 2025 are held against energy purchased for future periods, so are not an indication of underlying performance in the year.

The accompanying notes form an integral part of this profit and loss account.

There were no items of other comprehensive income during the current or prior year.

SSE Airtricity Ltd

Balance Sheet as at 31 March 2025

	Note	2025 € 000	2024 € 000
Fixed assets			
Intangible assets	9	34,663	35,094
Investments	10	3,043	3,043
		37,706	38,137
Current assets			
Debtors	11	644,036	502,412
Cash at bank and in hand		77	9,053
Other Debtors: Derivative financial assets	15	83,209	181,101
Other Debtors: Deferred tax assets	13	-	12
		727,322	692,578
Current Liabilities			
Creditors: Amounts falling due within one year	12	(225,847)	(230,225)
Creditors: Derivative financial liabilities	15	(275)	(34,672)
		(226,122)	(264,897)
Net current assets		501,200	427,669
Total assets less current liabilities		538,906	465,818
Creditors: amounts falling due after more than one year			
Creditors: Derivative financial liabilities	15	(1,464)	(871)
Creditors: Deferred tax liabilities	13	(206)	-
Net assets		537,236	464,947
Capital and reserves			
Capital contribution		16,000	16,000
Profit and loss account		521,236	448,947
Shareholders' funds		537,236	464,947

Approved by the Board on 5 November 2025 and signed on its behalf by:

A Murphy

A. Murphy
Director

S Gallagher

S. Gallagher
Director

SSE Airtricity Ltd

Statement of Changes in Equity for the Financial Year Ended 31 March 2025

	Share capital	Capital	Profit and loss	Total
	€ 000	Contribution	account	€ 000
	€ 000	€ 000	€ 000	€ 000
At 1 April 2023	-	16,000	369,896	385,896
Profit for the financial year	-	-	78,697	78,697
Share based payment transactions	-	-	354	354
At 31 March 2024	-	16,000	448,947	464,947
<hr/>				
	Share capital	Capital	Profit and loss	Total
	€ 000	contribution	account	€ 000
	€ 000	€ 000	€ 000	€ 000
At 1 April 2024	-	16,000	448,947	464,947
Profit for the financial year	-	-	71,804	71,804
Share based payment transactions	-	-	485	485
At 31 March 2025	-	16,000	521,236	537,236

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025

1 Statement of accounting policies

SSE Airtricity Limited is a company limited by shares and incorporated and domiciled in Ireland. The Company's registered office is Red Oak South, South County Business Park, Leopardstown, Dublin 18 and registered number is 317386.

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

In preparing these financial statements, the Company has applied the recognition, measurement, and disclosure requirements of International Financial Reporting Standards as adopted by the EU ('Adopted IFRS'), but has made amendments, where necessary, in order to comply with the Companies Act 2014 and has set out below where advantages of the FRS 101 disclosure exemptions have been taken.

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A cash flow statement and related notes;
- Comparative period reconciliations for share capital, tangible fixed assets, and intangible assets;
- The effect of new, but not yet effective, IFRSs;
- Disclosures in respect of the compensation of key management personnel;
- Disclosures in respect of capital management; and
- Related party disclosures.

As the consolidated financial statements of SSE plc (www.sse.com) include the equivalent disclosure, the Company has also taken advantage of the exemptions, under FRS 101, available in respect of the following disclosures:

- Certain disclosures, required by IAS 36 Impairment of assets, in respect of the impairment of goodwill and intangible assets with an indefinite useful life; and
- Certain disclosures required by IFRS 13 Fair value measurement and the disclosures required by IFRS 7 Financial instrument disclosures.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

1 Statement of accounting policies (continued)

Going concern

The financial statements are prepared on a going concern basis which has been supported by the provision of a parental letter of support from SSE plc. The Group letter of support confirms that the Group will provide support to 31 December 2026 where required. The Directors are satisfied that the Group has the ability to provide this support, should it be required.

In assessing the financial strength of the letter of support provided, the Directors considered the Group's cash and cash equivalents balance of £1,090.5m at 31 March 2025, and the undrawn committed bank facility of £1.5bn maintained by SSE plc at 31 March 2025. During the year this facility was re-financed to ensure that the Group is set up to meet its funding obligations over the next five years. The Directors have taken into account the Group's credit rating and the successful issuance of £1.4bn of long-term funding in the 2024/25 financial year by the Group, including a €600m 7 year Eurobond at 3.5% in March 2025 by SSE plc. In addition, during the year, the Group has rolled £0.8bn of short-term Commercial Paper and has redeemed £0.2bn of maturing long-term debt. As well as taking account of the factors noted, the going concern conclusion is arrived at after applying stress testing sensitivities to the Group's cash flow and funding projections through to 31 December 2026, including removal of proceeds from unconfirmed future divestments, negative and positive sensitivities on operating cash flows and uncommitted capex and other adjustments.

Having reviewed the financial strength of the Group, the Directors are satisfied that the Group, and the Company itself, will remain funded for the Going Concern period through to 31 December 2026. The Directors have therefore concluded it is appropriate for the financial statements to be prepared on a going concern basis.

Consolidation

The Company is a subsidiary of SSE plc and the financial statements of the Company are consolidated with the consolidated financial statements of that company. The Company is therefore exempt from the requirement to prepare consolidated financial statements by virtue of section 299/300 of the Companies Act 2014. Consequently, these financial statements deal with the results of the Company as single entity.

Financial asset

Investments in subsidiary undertakings are shown at cost less provision for any impairment. Income from financial assets is recognised in the profit and loss account in the period in which it is receivable.

Investments in joint ventures are recognised at cost less impairment.

Intangible assets

Intangible assets that are acquired by the Company are stated at cost less accumulated amortisation and less accumulated impairment losses.

Amortisation is provided on all intangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life. Assets are amortised once they are in use. The useful lives currently used are as follows:

Computer software and projects 7-10 years

Projects under development are not amortised until the asset is ready for its intended use.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

1 Statement of accounting policies (continued)

Turnover

Turnover represents net sales of electricity and gas supplied to customers during the year, excluding Value Added Tax. Sales are based on an estimate of the value of electricity or gas supplied to customers for the year; this estimate is based off actual market consumption and takes into consideration industry reconciliation processes for total consumption by supplier. At the balance sheet date, the estimated consumption by customers will either have been billed (estimated billed turnover) or accrued (unbilled turnover).

Taxation

Current tax, including Irish corporation tax and foreign tax, is provided on the Company's taxable profits, at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted, or substantially enacted, by the balance sheet date.

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not there will be suitable taxable profits from which future reversals of the underlying timing differences can be deducted.

Ireland has introduced legislation to implement the OECD BEPS Pillar 2 which provides that income of large groups is taxed at a minimum effective tax rate of 15% on a jurisdictional basis. The legislation introduced includes a domestic top-up tax which is creditable against any top-up tax payable by the ultimate parent entity of the Group. The legislation came into force for the year ended 31 March 2025. The Group has applied the exemption from recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes as required by the amendments to IAS 12 – International Tax Reform—Pillar Two Model Rules, which were issued in May 2023. The Group has carried out a group wide tax rate review, in line with the BEPS Pillar 2 legislation and guidance, and has found there is no impact to the Company as effective tax rates in the countries in which the Group operates exceed 15%.

As the consolidated financial statements of the Group include the equivalent disclosures, the company has taken disclosure exemptions on the requirements of paragraph 88C and 88D of IAS 12 Income taxes arising from Pillar 2 legislation. In addition, the company has also applied the exception in recognising and disclosing information about deferred tax assets and liabilities related to Pillar 2 income taxes, in accordance with IAS 12 amendments.

Foreign currency

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the Balance Sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in the profit and loss account except for differences arising on the retranslation of qualifying cash flow hedges, which are recognised in other comprehensive income. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Finance income and finance costs

Finance income is recognised as it accrues in profit or loss using the effective interest rate method.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

1 Statement of accounting policies (continued)

Derivative Financial Instruments

Derivative financial instruments are recognised at fair value. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss.

The impact of open derivative instruments at the balance sheet date on the results for the year has been presented separately as the directors believe this presents a fairer reflection of the underlying trading performance for the year.

Pension costs

The company is part of SSE Renewable Holdings Limited's pension plans which cover certain company employees through contributions to defined contribution schemes. The amount charged to the profit and loss account in respect of pension costs is the amount payable in the year. Differences between contributions payable in the year and contributions actually paid are included in either debtors or creditors in the balance sheet.

Power purchase commitments

Where the Company enters into forward power purchase contracts for the purposes of receipt or delivery of contracted power volumes in accordance with expected purchase and sale requirements, such contracts are accounted for as executory contracts. On that basis, the liability to the counterparty is recognised only when delivery is taken of the contracted power volumes. Accordingly, the fair value of such contracts is not recognised on the balance sheet.

2 Turnover

The Company's entire turnover, all of which is derived from the supply of electricity and gas, arose in the Republic of Ireland.

3 Employee information

The average number of employee's categorised as operational and administrative during the year was 572 (2024: 545).

The aggregate payroll costs (including directors' remuneration) were as follows:

	2025	2024
	€ 000	€ 000
Wages and salaries	35,082	30,351
Social security costs	4,224	3,556
Pension costs, defined contribution scheme	2,408	1,952
Share-based payment expenses	485	354
	<hr/> 42,199	<hr/> 36,213

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

4 Other Income

The total income provided from the Irish Government to implement support schemes during the year was €62,640,000 (2024: €99,559,321)

5 Operating profit

Arrived at after charging/(crediting)

	2025	2024
	€ 000	€ 000
Foreign exchange (gains)/losses	(4,392)	425
Amortisation charge	7,801	4,006
	7,801	4,006

Auditor's remuneration of €48,322 has been borne by another Group company in the period ended 31 March 2025 (2024: €39,245).

The total remuneration received by the directors for qualifying and non-qualifying services during the year was €4,133,031 (2024: €2,800,000). This value is for 6 (2024: 6) directors who were remunerated via another group company in the year. A value of services to the Company for these directors cannot be determined, therefore the above value reflects the remuneration received for services provided to the SSE Group as a whole.

6 Interest receivable and similar income

	2025	2024
	€ 000	€ 000
Interest receivable from group companies	12,969	9,215
Movement on financing derivatives	1,489	-
	14,458	9,215

7 Interest payable and similar expenses

	2025	2024
	€ 000	€ 000
Movement on financing derivatives	-	(815)
Interest on bank overdrafts and borrowings	(206)	(1,201)
	(206)	(2,016)

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

8 Taxation

Tax charged/(credited) in the profit and loss account

	2025	2024
	€ 000	€ 000
Current taxation		
Corporation tax for the period	12,365	11,043
Corporation tax adjustment to prior periods	1,207	10,587
	13,572	21,630
Deferred taxation		
Arising from origination and reversal of temporary differences	(21)	174
Arising from origination and reversal of temporary differences of prior periods	239	(10,144)
	218	(9,970)
Tax expense in the income statement	13,790	11,660

The difference between the total tax shown above and the amount calculated by applying the standard rate of Irish corporation tax to the profit on ordinary activities before tax is as follows:

	2025	2024
	€ 000	€ 000
Profit before tax	85,594	90,357
Corporation tax at standard rate (12.5%)	10,699	11,295
Increase from effect of expenses not deductible in determining taxable profit	211	44
Income taxed at higher rate (25%)	1,622	-
Non-taxable distribution	(188)	(122)
Taxation adjustments with respect to prior periods	1,446	443
Total tax charge	13,790	11,660

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

9 Intangible Assets

	Computer software and projects	Projects in development	Total
	€'000	€'000	€'000
Cost			
At 1 April 2024	54,898	17,447	72,345
Additions	-	8,281	8,281
Disposals	(20,458)	(911)	(21,369)
Assets transferred from development	11,801	(11,801)	-
Balance at end of period	<u>46,241</u>	<u>13,016</u>	<u>59,257</u>
Amortisation			
At 1 April 2024	37,251	-	37,251
Disposals	(20,458)	-	(20,458)
Impairment	355	-	355
Charge for the year	7,446	-	7,446
Balance at end of period	<u>24,594</u>	<u>-</u>	<u>24,594</u>
Carrying value			
At 31 March 2025	<u>21,647</u>	<u>13,016</u>	<u>34,663</u>
At 31 March 2024	<u>17,647</u>	<u>17,447</u>	<u>35,094</u>

10 Investments

	Subsidiaries	Joint ventures & associates	Total
	€ 000	€ 000	€ 000
Cost or valuation			
At 1 April 2024	1,534	1,509	3,043
At 31 March 2025	<u>1,534</u>	<u>1,509</u>	<u>3,043</u>
Carrying amount			
At 31 March 2025	<u>1,534</u>	<u>1,509</u>	<u>3,043</u>
At 31 March 2024	<u>1,534</u>	<u>1,509</u>	<u>3,043</u>

The Company has availed of the exemption in Section 315 of the Companies Act 2014 not to disclose the net assets and profit/loss of its subsidiary companies in which it holds more than 20% of the ordinary share capital.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

10 Investments (Continued)

Details of the investments as at 31 March 2025 are as follows:

Name of subsidiary	Principal activity	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held	
			2025	2024
SSE Airtricity Energy Services Limited	Energy supply	Red Oak South, South County Business Park, Leopardstown, Dublin 18.	100%	100%
Marron Activ8 Energies Limited	Energy related services	Shercock Road, Carrickmacross, Co Monaghan.	50%	50%

11 Debtors

	2025 € 000	2024 € 000
Trade receivables	333,113	236,844
Amounts owed by group undertakings	302,685	263,714
Other debtors	86	1,510
Corporation tax receivable	7,204	-
Prepayments	948	344
	644,036	502,412

Interest was earned at an average market rate of 4.85% on intercompany trading balances in the current year (2024: 4.25%).

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

12 Creditors: amounts falling due within one year

	2025	2024
	€ 000	€ 000
Trade payables	73,126	70,652
Accrued expenses	49,000	38,869
Amounts due to group undertakings	86,130	102,303
Corporation tax	-	3,889
VAT	3,529	2,875
Carbon tax payable	6,509	5,229
Deferred income	5,133	6,408
Bank overdrafts	2,381	-
Other Payables	39	-
	225,847	230,225

Amounts owed to group undertakings are interest free, unsecured and payable on demand.

13 Deferred tax

Deferred tax assets and liabilities are attributable to the following:

	Asset	Liability	Net deferred tax
	€000	€000	€000
2025			
Fixed assets	193	-	193
Financial liabilities	-	(399)	(399)
	193	(399)	(206)
2024			
Fixed assets	12	-	12
Financial liabilities	-	-	-
	12	-	12

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

13 Deferred tax (continued)

Deferred tax movement during the year:

	At 1 April 2024 €000	Recognised in income €000	At 31 March 2025 €000
Fixed assets	12	181	193
Financial liabilities	-	(399)	(399)
Net tax assets/(liabilities)	12	(218)	(206)

Deferred tax movement during the prior year:

	At 1 April 2023 €000	Recognised in income €000	At 31 March 2024 €000
Fixed assets	2,305	(2,293)	12
Financial liabilities	(12,263)	12,263	-
Net tax (liabilities)/assets	(9,958)	9,970	12

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

14 Called-up share capital presented as equity

Authorised shares

	2025		2024	
	No.	€	No.	€
Ordinary shares of €1 each	100,000	100,000	100,000	100,000

Allotted, called-up and fully paid shares

	2025		2024	
	No.	€	No.	€
Ordinary shares of €1 each	1	1	1	1

15 Derivatives and financial instruments

Exposure to foreign currency rate risk arises in the normal course of the Company's business. Financing derivatives are entered into to hedge exposure to this risk. Operating derivatives relate to forward purchase of energy contracts, namely gas and carbon contracts. The objectives and policies for holding or issuing financial instruments and similar contracts, and the strategies for achieving those objectives that have been followed during the period are explained below.

Fair values have been determined with reference to closing market prices.

Derivative and financial instrument disclosure

For disclosure purposes, derivative financial instruments are classified into two categories, operating derivatives and financing derivatives. Financing derivatives include non-hedge accounted (mark-to-market, noted as MTM) derivatives. Non-hedge accounted contracts are treated as held for trading (MTM). All balances are stated gross of associated deferred taxation. Operating derivatives relate to forward purchase of energy contracts, namely gas and carbon contracts, which are all fair valued through the profit and loss account and are contract with other related parties. The carrying value is the same as the fair value for all instruments.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

15 Derivatives and financial instruments (continued)

	Carrying value 2025 €'000	Fair value 2025 €'000	Carrying value 2024 €'000	Fair value 2024 €'000
Assets				
Operating derivatives - current	81,562	81,562	128,289	128,289
Operating derivatives - non-current	1,548	1,548	45,131	45,131
Financing derivatives - current	-	-	6,639	6,639
Financing derivatives - non-current	99	99	1,042	1,042
	83,209	83,209	181,101	181,101
	Carrying value 2025 €'000	Fair value 2025 €'000	Carrying value 2024 €'000	Fair value 2024 €'000
Liabilities				
Operating derivatives - current	-	-	(26,170)	(26,170)
Operating derivatives - non-current	(1,464)	(1,464)	(25)	(25)
Financing derivatives - current	(275)	(275)	(8,502)	(8,502)
Financing derivatives - non-current	-	-	(846)	(846)
	(1,739)	(1,739)	(35,543)	(35,543)

	2025 € 000	2024 € 000
Derivative financial assets – current	81,287	100,256
Derivative financial assets – non-current	183	45,302
Total Net Derivative financial assets	81,470	145,558

All derivatives are classified as Level 2 (2024: Level 2), as disclosed above. Level 2 fair value measurements are those derived from unadjusted quoted market prices for identical assets or liabilities. Fair values have been determined with reference to closing market prices.

	2025 € 000	2024 € 000
Recognised in Income Statement		
Net (loss)/gain on MtM of unrealised derivative contracts - Operating	(65,579)	(190)
Net (loss)/gain on MtM of unrealised derivative contracts - Financing	1,489	(815)
	(64,090)	(1,005)

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

Pension and other schemes

16

Defined contribution pension scheme

The Company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the Company to the scheme and amounted to €2,408,000 (2024: €1,952,000).

17 Controlling Party

The Company's ultimate parent undertaking is SSE plc, registered in the United Kingdom. The largest and the smallest Group in which the results of the Company are consolidated is that headed by SSE plc. No other Company's financial statements include the results of the Company. The consolidated financial statements of SSE plc are available to the public and may be obtained from its registered office at Inveralmond House, 200 Dunkeld Road, Perth PH1 3AQ.

18 Related party transactions

The company is related to other companies which are related through common shareholding or common directorships.

The following transactions were carried out with a related party, Marron Activ8 Energies Limited. Purchases from related parties were made at terms and conditions similar to those offered by major suppliers:

	Related parties
	€ 000
2025	
Purchase of goods	1,133
	<hr/>
	Related parties
	€ 000
2024	
Purchase of goods	1,195
	<hr/>

19 Post balance sheet events

There were no significant events between the Balance Sheet date and the date of signing of the financial statements affecting the Company, which requires adjustment to or disclosure in the financial statements.

SSE Airtricity Ltd

Notes to the Financial Statements for the Financial Year Ended 31 March 2025 (continued)

20 Guarantees and charges

Under the terms of the Trading and Settlement Code for the Single Electricity Market (SEM), the Company is required to provide credit cover at a level notified to it by the Market Operator; in order to meet this obligation cash includes €15,522 (2024: €14,436) of restricted cash secured by a deed of charge.

21 Approval of financial statements

The financial statements were approved by the directors on 5 November 2025.