



# Interim Report 2011



# Interim Financial Highlights

	Six months ended 30 September 2011 €'000	Six months ended 30 September 2010 €'000
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## EXTRACTS FROM CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT

Group revenue – continuing operations	<b>172,352</b>	167,963
EBITDA – continuing operations*	<b>13,019</b>	6,477
Loss for the period attributable to equity holders of the parent	<b>(41,227)</b>	(94,885)
Basic loss per share	<b>(20.0c)</b>	(46.6c)
Diluted loss per share	<b>(20.0c)</b>	(46.6c)

## EXTRACTS FROM CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

Total non-current assets	<b>911,757</b>	1,015,341
Total assets	<b>1,071,347</b>	1,260,108
Total equity attributable to equity holders of the parent	<b>298,533</b>	521,592

\* Defined as earnings before interest, taxes, depreciation, amortisation, asset impairment charges, reduction in fair value of assets and profits/(losses) on business disposals. (See note 2 for reconciliation to reported results.)

# Interim Chairman's Statement

## Introduction

The six months ended 30 September 2011 have seen the Group start to emerge from what has been a very difficult period. I am satisfied with the Group's performance against the operating plan that was set out earlier in the year and the financial results demonstrate steady progress.

The results reflect a solid performance, with Group revenues increasing to €172.4 million, Group EBITDA doubling to €13.0 million and losses decreasing significantly by 64% to €48.3 million when compared to the same period in the previous year. Total assets, which include wind farms, waste processing and other tangible fixed assets, increased over the period to €1.1 billion. During the period, the Group made a number of key investments across the portfolio, particularly into our wind, waste and road businesses.

## Wind Capital Group

Wind Capital Group (WCG), our US wind energy business, announced a number of significant milestones. In May, WCG received approval from the Kansas Corporation Commission for a power purchase agreement (PPA) with Westar Energy for the 201 megawatt (MW) Post Rock Wind Energy Facility, which will be built in central Kansas. In July, WCG signed a PPA with Missouri-based Associated Electric Cooperative, Inc. for a 150 MW wind energy facility to be constructed in Osage County, Oklahoma. The company also agreed significant contracts with General Electric for 228 wind turbines and the accompanying operations and maintenance services for the Post Rock and Osage County Wind Energy projects. WCG's new projects will commence construction in late 2011 and early 2012 respectively and be fully operational by the end of 2012.

During the period, Lost Creek continued to perform well and WCG doubled its EBITDA when comparing the six months ended 30 September 2011 with the same period in the previous year.

## Green Plains Renewable Energy

Green Plains Renewable Energy, Inc. (NASDAQ: GPRE), the fourth largest ethanol producer in North America in which NTR holds an associate interest, continued to improve its operational performance. In its two quarters ended 30 September 2011, net income rose to US\$17.4 million compared to US\$16.1 million for the same period in 2010. Revenues were US\$1.8 billion in the six months compared to US\$0.95 billion during the same period in 2010.

Looking at GPRE's nine-month period ended 30 September 2011, revenues were US\$2.6 billion compared to US\$1.4 billion for the same period in 2010. In September, Fortune magazine ranked GPRE 8th on its 2011 "100 Fastest-Growing Companies" list.

During the period, and in line with NTR's strategy to rebalance its portfolio of renewable energy investments and maintain a strong cash balance, NTR sold 3.5 million GPRE shares back to the company. 50% of the repurchase amount was paid by GPRE to NTR during the period with the balance received in November 2011. With a shareholding of over 23%, NTR remains the company's single largest shareholder.

BioProcess Algae, our joint venture with GPRE and other partners, has met significant milestones, demonstrating the capability of algae-based feeds for fish farms and poultry and algae-derived Omega-3 fatty acids for food and dietary supplements.

## Greenstar Recycling (North America)

Having consolidated its acquisitions and implemented standard operating procedures across the business, Greenstar Recycling is focussed on growing sales and brand presence through the implementation of a national sales force strategy and management of the Houston Dynamo sponsorship, a major brand initiative for the company. The Dynamo team made the national league finals against LA Galaxy, giving national prominence to the Greenstar Recycling brand.

### Greenstar (Ireland)

Greenstar, Ireland's leading waste management business, continues to experience challenging market conditions due, in the most part, to continued below-cost selling by competitors and the associated impact on landfill prices. Notwithstanding that, the company's performance in the first half of the year has been strong having met all business plan targets. However, we expect the second half of the year to be more challenging due to continued pressure on pricing.

### Stirling Energy Systems

At year end, we announced that we had taken the decision to fully write down our investment in solar. Subsequent to this, Stirling Energy Systems continued to try to find third party investment. However, in September, it filed for Chapter 7 protection. This move has no financial impact on NTR.

### Financial Results

Group revenue from continuing operations for the six months ended 30 September 2011 increased to €172.4 million from €168.0 million for the same period in the previous year.

Group EBITDA stood at €13.0 million, double that reported for the same period in the previous year, reflecting improved operating performance and the benefits from a Group wide efficiency and cost reduction programme, which is having a positive impact on the bottom line. This was offset by lower contributions from waste and ethanol. The ethanol reduction reflects our reduced shareholding in GPRE.

Group losses have reduced by 64% to €48.3 million from €135.7 million for the same period in the previous year. Of these losses, €21.7 million represents the recorded loss on disposal of GPRE shares. The loss attributable to equity holders of NTR plc amounted to €41.2 million, compared to €94.9 million for the same period in the previous year.

Total assets at 30 September 2011 amounted to €1.1 billion, up from €996.1 million at 31 March 2011, mostly due to further investment in Wind Capital Group's wind projects.

### Liquidity

The Group continued to invest in the ongoing development of its businesses. These portfolio investments are reflected in the change in our cash resources, which amount to €66.9 million at 30 September 2011 compared to €112.4 million at 31 March 2011.

### Dividend

The Board is not recommending an interim dividend but continues to keep the dividend policy under review.

### Conclusion

It is clear that management's continued focus on consolidating the portfolio of businesses and driving operational performance is starting to produce positive results. The Board is satisfied with the Group's performance in the first half of the financial year and remains fully committed to creating a solid platform for future growth. The Board is confident that the renewable energy and sustainable waste management sectors, in which our investments lie, have significant potential for growth and NTR is well positioned to capitalise on this.

The Board extends its sincere appreciation to management and staff throughout the Group for their continued hard work and commitment.

### Tom Roche

Chairman  
28 November 2011

# Independent Review Report to NTR plc

## Introduction

We have been engaged by NTR plc (“the Company”) to review the condensed set of financial statements in the Interim Report for the six months ended 30 September 2011 which comprises the Condensed Consolidated Interim Income Statement, Condensed Consolidated Interim Statement of Comprehensive Income, Condensed Consolidated Interim Balance Sheet, Condensed Consolidated Interim Statement of Cash Flows, Condensed Consolidated Interim Statement of Changes in Equity and the related explanatory notes. We have read the other information contained in the Interim Report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of financial statements.

This report is made solely to the Company in accordance with the terms of our engagement. Our review has been undertaken so that we might state to the Company those matters we are required to state to it in this 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 for our review work, for this report, or for the conclusions we have reached.

## Directors’ responsibilities

The Interim Report is the responsibility of, and has been approved by, the directors. The directors are responsible for preparing the condensed set of financial statements included in this Interim Report in accordance with the recognition and measurement principles of International Financial Reporting Standards (IFRS) as adopted by the EU.

## Our responsibility

Our responsibility is to express to the Company a conclusion on the condensed set of financial statements in the Interim Report based on our review.

## Scope of review

We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* issued by the Auditing Practices Board for use in the UK and Ireland. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK and Ireland) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the Interim Report for the six months ended 30 September 2011 has not been prepared, in all material respects, in accordance with the recognition and measurement requirements of IFRS as adopted by the EU.



Chartered Accountants  
Dublin  
28 November 2011

# Condensed Consolidated Interim Income Statement (Unaudited)

For the Six Months ended 30 September 2011

	Note	Six months ended 30 September 2011 €'000	Six months ended 30 September 2010 €'000
Revenue, including share of joint ventures		<b>181,173</b>	178,516
Less: share of joint ventures' revenue		<b>(8,821)</b>	(10,553)
<b>GROUP REVENUE</b>	2	<b>172,352</b>	167,963
Operating expenses		<b>(157,805)</b>	(150,089)
Distribution expenses		<b>(4,451)</b>	(6,263)
Administrative expenses		<b>(31,720)</b>	(42,763)
Other operating (expenses)/income, net	3	<b>(19,870)</b>	9,562
<b>OPERATING LOSS BEFORE SHARE OF PROFIT OF EQUITY ACCOUNTED INVESTEES</b>		<b>(41,494)</b>	(21,590)
Share of profit of equity accounted investees		<b>1,567</b>	435
<b>OPERATING LOSS BEFORE FINANCING COSTS</b>		<b>(39,927)</b>	(21,155)
Financial income	5	<b>3,325</b>	3,143
Financial expenses	5	<b>(12,395)</b>	(21,893)
<b>NET FINANCING COSTS</b>		<b>(9,070)</b>	(18,750)
<b>LOSS BEFORE TAX FROM CONTINUING OPERATIONS</b>	2	<b>(48,997)</b>	(39,905)
Income tax		<b>732</b>	(4,106)
<b>LOSS FROM CONTINUING OPERATIONS</b>		<b>(48,265)</b>	(44,011)
Loss from discontinued operations (net of tax)		-	(91,708)
<b>LOSS FOR THE PERIOD</b>		<b>(48,265)</b>	(135,719)
<b>Attributable to:</b>			
Equity holders of the parent		<b>(41,227)</b>	(94,885)
Non-controlling interests		<b>(7,038)</b>	(40,834)
<b>LOSS FOR THE PERIOD</b>		<b>(48,265)</b>	(135,719)
Loss per share – basic (cent)			
- continuing operations		<b>(20.0)</b>	(17.4)
- discontinued operations		-	(29.2)
- total	6	<b>(20.0)</b>	(46.6)
Loss per share – diluted (cent)			
- continuing operations		<b>(20.0)</b>	(17.4)
- discontinued operations		-	(29.2)
- total	6	<b>(20.0)</b>	(46.6)

# Condensed Consolidated Interim Statement of Comprehensive Income(Unaudited)

For the Six Months ended 30 September 2011

	Six months ended 30 September 2011 €'000	Six months ended 30 September 2010 €'000
<b>Loss for the period</b>	<b>(48,265)</b>	(135,719)
<b>Other comprehensive income:</b>		
Foreign currency translation differences for foreign operations		
- subsidiaries	<b>8,609</b>	2,342
- equity accounted investees	<b>4,071</b>	(5,398)
Foreign currency translation reserve reclassified to income statement on disposal		
- subsidiaries	-	22,265
- equity accounted investees	<b>585</b>	-
Effective portion of changes in fair value of cash flow hedges		
- subsidiaries	<b>(14,705)</b>	(12,211)
- equity accounted investees	<b>(709)</b>	(16,880)
Net change in fair value of cash flow hedges reclassified to income statement		
- subsidiaries	<b>1,884</b>	419
- equity accounted investees	<b>96</b>	1,326
Cash flow hedge reserve reclassified to income statement on disposal of foreign subsidiary	-	(249)
Net change in fair value of cash flow hedges reclassified to balance sheet		
- equity accounted investees	-	2,574
Income tax on other comprehensive income		
- subsidiaries	<b>119</b>	21
- equity accounted investees	<b>77</b>	1,324
<b>Other comprehensive income for the period, net of income tax</b>	<b>27</b>	(4,467)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>(48,238)</b>	(140,186)
<b>Attributable to:</b>		
Equity holders of the parent	<b>(34,562)</b>	(95,186)
Non-controlling interests	<b>(13,676)</b>	(45,000)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>(48,238)</b>	(140,186)

# Condensed Consolidated Interim Balance Sheet (Unaudited)

As at 30 September 2011

	30 September 2011 €'000	30 September 2010 €'000	31 March 2011 €'000
<b>ASSETS</b>			
Property, plant and equipment	<b>578,250</b>	524,278	435,249
Goodwill	<b>140,890</b>	166,100	135,419
Intangible assets	<b>65,270</b>	155,874	71,877
Investment properties	<b>1,000</b>	1,000	1,000
Investment in joint ventures	<b>3,736</b>	4,101	3,123
Investment in associates	<b>76,451</b>	108,511	110,296
Trade and other receivables	<b>903</b>	766	1,036
Other financial assets	<b>22,940</b>	51,189	23,350
Deferred tax assets	<b>22,317</b>	3,522	20,973
<b>TOTAL NON-CURRENT ASSETS</b>	<b>911,757</b>	1,015,341	802,323
Inventories	<b>1,908</b>	2,280	2,495
Trade and other receivables	<b>64,041</b>	77,649	51,759
Current financial assets	<b>23,585</b>	22,962	24,071
Cash and cash equivalents	<b>66,889</b>	124,046	112,432
Assets classified as held for sale	<b>3,167</b>	17,830	3,060
<b>TOTAL CURRENT ASSETS</b>	<b>159,590</b>	244,767	193,817
<b>TOTAL ASSETS</b>	<b>1,071,347</b>	1,260,108	996,140

# Condensed Consolidated Interim Balance Sheet (Unaudited)

As at 30 September 2011(continued)

	30 September 2011 €'000	30 September 2010 €'000	31 March 2011 €'000
<b>EQUITY</b>			
Issued share capital	257	255	257
Capital conversion reserve	4	4	4
Capital redemption reserve	50	49	50
Share premium	268,697	266,350	268,697
Own shares	-	(3,130)	-
Treasury shares in subsidiary company	(2,377)	-	(2,377)
Other reserves	7,206	11,070	541
Retained earnings	24,696	246,994	65,923
<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>			
	<b>298,533</b>	521,592	333,095
Non-controlling interests	(41,740)	30,116	(28,064)
<b>TOTAL EQUITY</b>	<b>256,793</b>	551,708	305,031
<b>LIABILITIES</b>			
Interest-bearing loans and borrowings	114,485	188,365	100,259
Employee benefits	4,444	7,832	4,444
Deferred income	1,944	2,654	2,140
Provisions	104,232	129,471	126,146
Derivative financial instruments	16,092	11,719	4,698
Deferred tax liabilities	117,233	121,595	114,817
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>358,430</b>	461,636	352,504
Bank overdrafts	3,517	4,062	2,482
Interest-bearing loans and borrowings	126,985	42,655	119,962
Trade and other payables	209,111	129,612	104,991
Derivative financial instruments	3,944	2,924	1,397
Current tax payable	17,995	11,195	16,634
Provisions	92,838	44,795	91,405
Employee benefits	1,734	2,378	1,734
Liabilities classified as held for sale	-	9,143	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>456,124</b>	246,764	338,605
<b>TOTAL LIABILITIES</b>	<b>814,554</b>	708,400	691,109
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,071,347</b>	1,260,108	996,140

# Condensed Consolidated Interim Statement of Changes in Equity (Unaudited)

For the Six Months ended 30 September 2011

	Attributable to Equity Holders of the Parent										Total Equity €'000		
	Share Capital €'000	Capital Conversion Reserve €'000	Capital Redemption Reserve €'000	Share Premium €'000	Share Premium €'000	Own Shares €'000	Treasury Shares €'000	Share Based Payments Reserve €'000	Hedging Reserve €'000	Retained Earnings €'000		Total €'000	Non- Controlling Interests €'000
<b>As at 1 April 2011</b>	257	4	50	268,697	-	(2,377)	10,915	(17,037)	6,663	65,923	333,095	(28,064)	305,031
Loss for the period	-	-	-	-	-	-	-	-	-	(41,227)	(41,227)	(7,038)	(48,265)
<b>Other comprehensive income:</b>													
Foreign currency translation differences	-	-	-	-	-	-	10,637	-	-	-	10,637	(2,028)	8,609
- subsidiaries	-	-	-	-	-	-	4,071	-	-	-	4,071	-	4,071
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign currency translation reserve reclassified to income statement on disposal of share of associate	-	-	-	-	-	-	585	-	-	-	585	-	585
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	-	-	-	(9,411)	-	-	(9,411)	(5,294)	(14,705)
- subsidiaries	-	-	-	-	-	-	-	(709)	-	-	(709)	-	(709)
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in fair value of cash flow hedges reclassified to income statement	-	-	-	-	-	-	-	1,214	-	-	1,214	670	1,884
- subsidiaries	-	-	-	-	-	-	-	96	-	-	96	-	96
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Income tax on other comprehensive income	-	-	-	-	-	-	-	105	-	-	105	14	119
- subsidiaries	-	-	-	-	-	-	-	77	-	-	77	-	77
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	-	-	-	-	-	-	15,293	(8,628)	-	-	6,665	(6,638)	27
<b>Total comprehensive income</b>	-	-	-	-	-	-	15,293	(8,628)	-	(41,227)	(34,562)	(13,676)	(48,238)
<b>As at 30 September 2011</b>	257	4	50	268,697	-	(2,377)	26,208	(25,665)	6,663	24,696	298,533	(41,740)	256,793

# Condensed Consolidated Interim Statement of Changes in Equity (Unaudited)

For the Six Months ended 30 September 2011 (continued)

	Attributable to Equity Holders of the Parent										Non-Controlling Interests €'000	Total Equity €'000	
	Share Capital €'000	Capital Conversion Reserve €'000	Capital Redemption Reserve €'000	Capital Premium €'000	Own Shares Held €'000	Treasury Shares in Company €'000	Transition Reserve €'000	Hedging Reserve €'000	Share Based Payments Reserve €'000	Retained Earnings €'000			Total €'000
<b>As at 1 April 2010</b>	<b>253</b>	<b>4</b>	<b>49</b>	<b>261,277</b>	<b>(3,130)</b>	-	<b>5,813</b>	<b>(25,307)</b>	<b>25,427</b>	<b>340,166</b>	<b>604,552</b>	<b>75,533</b>	<b>680,085</b>
Loss for the period	-	-	-	-	-	-	-	-	-	<b>(94,885)</b>	<b>(94,885)</b>	<b>(40,834)</b>	<b>(135,719)</b>
<b>Other comprehensive income:</b>													
Foreign currency translation differences	-	-	-	-	-	-	2,047	-	-	-	2,047	295	2,342
- subsidiaries	-	-	-	-	-	-	(5,398)	-	-	-	(5,398)	-	(5,398)
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign currency translation reserve reclassified to income statement on disposal of foreign subsidiary	-	-	-	-	-	-	22,265	-	-	-	22,265	-	22,265
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	-	-	-	(7,706)	-	-	(7,706)	(4,505)	(12,211)
- subsidiaries	-	-	-	-	-	-	-	(16,880)	-	-	(16,880)	-	(16,880)
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Net change in fair value of cash flow hedges reclassified to income statement	-	-	-	-	-	-	-	377	-	-	377	42	419
- subsidiaries	-	-	-	-	-	-	-	1,326	-	-	1,326	-	1,326
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Hedging reserve reclassified to income statement on disposal of foreign subsidiary	-	-	-	-	-	-	-	(249)	-	-	(249)	-	(249)
Net change in fair value of cash flow hedges reclassified to balance sheet	-	-	-	-	-	-	-	2,574	-	-	2,574	-	2,574
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
Income tax on other comprehensive income	-	-	-	-	-	-	-	19	-	-	19	2	21
- subsidiaries	-	-	-	-	-	-	-	1,324	-	-	1,324	-	1,324
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,914</b>	<b>(19,215)</b>	<b>-</b>	<b>(301)</b>	<b>(301)</b>	<b>(4,166)</b>	<b>(4,467)</b>
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,914</b>	<b>(19,215)</b>	<b>-</b>	<b>(94,885)</b>	<b>(95,186)</b>	<b>(45,000)</b>	<b>(140,186)</b>
<b>Transactions with shareholders</b>													
Share awards to employees	-	-	-	-	-	-	-	-	7,151	-	7,151	70	7,221
Other shares issued	2	-	-	5,073	-	-	-	-	-	-	5,075	-	5,075
Dividends paid to non-controlling interests of subsidiary companies	-	-	-	-	-	-	-	-	-	-	-	(686)	(686)
Disposal of subsidiary	-	-	-	-	-	-	-	-	(1,713)	1,713	-	199	199
<b>Total transactions with shareholders</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>5,073</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,438</b>	<b>1,713</b>	<b>12,226</b>	<b>(417)</b>	<b>11,809</b>
<b>As at 30 September 2010</b>	<b>255</b>	<b>4</b>	<b>49</b>	<b>266,350</b>	<b>(3,130)</b>	<b>-</b>	<b>24,727</b>	<b>(44,522)</b>	<b>30,865</b>	<b>246,994</b>	<b>521,592</b>	<b>30,116</b>	<b>551,708</b>

	Attributable to Equity Holders of the Parent										Non-Controlling Interests €'000	Total Equity €'000	
	Share Capital €'000	Capital Conversion Reserve €'000	Capital Redemption Reserve €'000	Capital Reserve €'000	Share Premium €'000	Own Shares Held €'000	Shares in Subsidiary Company €'000	Transition Reserve €'000	Hedging Reserve €'000	Share Based Payments Reserve €'000			Retained Earnings €'000
<b>As at 1 April 2010</b>	253	4	49	261,277	(3,130)	5,813	(25,307)	25,427	340,166	604,552	75,533	680,085	
Loss for the year	-	-	-	-	-	-	-	-	-	(280,180)	(100,858)	(381,038)	
<b>Other comprehensive income:</b>													
Foreign currency translation differences	-	-	-	-	-	(7,970)	-	-	-	(7,970)	(794)	(8,764)	
- subsidiaries	-	-	-	-	-	(8,193)	-	-	-	-	-	(8,193)	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
Foreign currency translation reserve reclassified to income statement on disposal of foreign subsidiary	-	-	-	-	-	22,265	-	-	-	22,265	-	22,265	
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	-	-	(3,362)	-	-	(3,362)	(2,202)	(5,564)	
- subsidiaries	-	-	-	-	-	(976)	-	-	-	-	-	(976)	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
Net changes in fair value of cash flow hedges reclassified to income statement	-	-	-	-	-	-	1,670	-	-	1,670	715	2,384	
- subsidiaries	-	-	-	-	-	-	5,295	-	-	5,295	-	5,295	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
Net change in fair value of cash flow hedges reclassified to balance sheet	-	-	-	-	-	-	1,840	-	-	1,840	-	1,840	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
Hedging reserve reclassified to income statement on disposal	-	-	-	-	-	-	(249)	-	-	(249)	-	(249)	
- subsidiaries	-	-	-	-	-	-	4,920	-	-	4,920	-	4,920	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
Income tax on other comprehensive income	-	-	-	-	-	-	(108)	-	-	(108)	(14)	(122)	
- subsidiaries	-	-	-	-	-	-	(769)	-	-	(769)	-	(769)	
- equity accounted investees	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total other comprehensive income</b>	-	-	-	-	-	5,102	8,270	-	-	13,372	(2,295)	11,077	
<b>Total comprehensive income</b>	-	-	-	-	-	5,102	8,270	-	-	(260,180)	(103,153)	(369,961)	
<b>Transactions with shareholders</b>													
Share awards to employees	-	-	-	-	-	-	-	4,020	-	-	36	4,056	
Shares issued on foot of share award scheme	3	-	-	2,347	3,130	-	-	(5,480)	-	-	-	-	
Transfer in respect of shares issued under share award scheme	2	-	-	5,073	(1,305)	-	-	(15,591)	15,591	-	-	-	
Other shares issued	-	-	-	-	(1,305)	-	-	-	-	5,075	-	5,075	
Own shares acquired	-	-	1	-	1,305	-	-	-	-	(1,304)	-	(1,304)	
Treasury shares cancelled	(1)	-	-	-	-	-	-	-	-	(1,304)	-	(2,377)	
Purchase of 1D shares in Greenstar Holdings Limited	-	-	-	-	-	(2,377)	-	-	-	(10,063)	-	(10,063)	
Dividends paid to shareholders	-	-	-	-	-	-	-	-	-	-	-	-	
Dividends paid to non-controlling interests of subsidiary companies	-	-	-	-	-	-	-	-	-	-	(696)	(696)	
Dividend income from joint ventures	-	-	-	-	-	-	-	-	-	-	462	462	
Disposal of subsidiary	-	-	-	-	-	-	-	(1,713)	1,713	-	(256)	(256)	
<b>Total transactions with shareholders</b>	4	-	1	7,420	3,130	(2,377)	-	(18,764)	5,937	(4,649)	(444)	(5,093)	
<b>As at 31 March 2011</b>	257	4	50	269,697	-	(2,377)	10,915	(17,037)	6,663	65,923	333,095	(28,064)	305,031

# Condensed Consolidated Interim Statement of Cash Flows (Unaudited)

For the Six Months ended 30 September 2011

	Six months ended 30 September 2011 €'000	Six months ended 30 September 2010 €'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss for the period	<b>(48,265)</b>	(135,719)
<b>Adjustments for:</b>		
Depreciation	<b>21,444</b>	27,570
Impairment of property, plant and equipment	<b>1,052</b>	370
Amortisation of intangible assets	<b>8,643</b>	9,022
Fair value movement in investment property	-	900
Fair value movement in property held for sale	<b>72</b>	277
Financial income	<b>(3,325)</b>	(3,405)
Financial expenses	<b>12,395</b>	23,413
Share of profit of equity accounted investees	<b>(1,567)</b>	(435)
Loss on sale of subsidiary	-	17,773
Loss on disposal of partial holding of shares in associate	<b>21,735</b>	-
Gain on sale of property, plant and equipment	<b>(180)</b>	(78)
Loss on disposal of assets held for sale	<b>20</b>	-
Amortisation of government grants	<b>(1,404)</b>	(947)
Aftercare charges	<b>737</b>	578
Deferred income provision	<b>(154)</b>	182
Site restoration expenditure	<b>(2,696)</b>	(1,815)
Lease incentive provision	<b>13</b>	(74)
Other provisions	<b>(3,374)</b>	1,588
Restructuring costs paid	<b>(511)</b>	(14)
Share-based payment expenses	-	5,951
Income tax (credit)/expense	<b>(732)</b>	3,863
<b>OPERATING CASH FLOWS BEFORE CHANGES IN WORKING CAPITAL</b>	<b>3,903</b>	(51,000)
Increase in trade and other receivables	<b>(268)</b>	(1,933)
Decrease in inventories	<b>644</b>	742
Increase/(decrease) in trade and other payables	<b>570</b>	(2,455)
<b>CASH FROM/(USED IN) OPERATIONS</b>	<b>4,849</b>	(54,646)
Income taxes refunded/(paid)	<b>258</b>	(382)
<b>NET CASH FROM/(USED IN) OPERATING ACTIVITIES</b>	<b>5,107</b>	(55,028)

	Six months ended 30 September 2011 €'000	Six months ended 30 September 2010 €'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	345	344
Acquisition of property, plant and equipment	(36,452)	(38,601)
Additional investment in joint ventures	(23,233)	(20,102)
Additional investment in unquoted investments	(1,500)	(1,000)
Acquisition of intangible assets	(102)	(2,039)
Disposal of partial holding of shares in associate	10,114	-
Disposal of subsidiary	-	103,245
Net cash on balance sheet of subsidiary disposed	-	(3,106)
Disposal of property, plant and equipment	869	316
Disposal of property classified as held for sale	573	-
Disposal transaction costs paid	-	(5,243)
Repayment of loan by joint venture	-	1,500
Dividends paid to non-controlling interests	-	(686)
Deferred purchase consideration paid	(175)	(18,906)
<b>NET CASH (USED IN)/FROM INVESTING ACTIVITIES</b>	<b>(49,561)</b>	15,722
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Movement in restricted cash deposits	3,568	(3,343)
Government grants received	-	89,750
Drawdown of borrowings	17,082	125,131
Repayment of borrowings	(14,637)	(99,866)
Repayment of finance leases	(353)	(3,247)
Loan arrangement fees paid	(1,453)	(1,030)
Interest paid	(5,732)	(6,802)
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>	<b>(1,525)</b>	100,593
Net (decrease)/increase in cash and cash equivalents	(45,979)	61,287
Cash and cash equivalents at start of period	109,950	70,378
Effect of exchange rates fluctuations on cash held	(599)	(4,491)
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>63,372</b>	127,174
Cash and cash equivalents on the Balance Sheet	66,889	124,046
Cash and cash equivalents included in assets held for sale	-	7,190
Bank overdrafts	(3,517)	(4,062)
<b>CASH AND CASH EQUIVALENTS FOR THE PURPOSES OF THE STATEMENT OF CASH FLOWS AT END OF PERIOD</b>	<b>63,372</b>	127,174

# Notes to the Condensed Consolidated Interim Financial Statements

For the Six Months ended 30 September 2011

## 1. Basis of Preparation and Accounting Policies

The interim financial information has been prepared in accordance with recognition and measurement requirements of IAS 34 Interim Financial Reporting as adopted by the EU. The accounting policies and methods of computation adopted in the preparation of the financial information are consistent with those set out in the Group's consolidated financial statements for the year ended 31 March 2011 which were prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU Commission.

The preparation of the interim financial information requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of certain assets, liabilities revenues and expenses together with disclosure of contingent assets and liabilities. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The interim financial information for both the six months ended 30 September 2011 and the comparative six months ended 30 September 2010 are unaudited but have been reviewed by the Auditor, whose report is set out on page 4. The financial information for the year ended 31 March 2011 represents an abbreviated version of the Group's statutory financial statements for that year. Those statutory financial statements contained an unqualified audit report and have been filed with the Registrar of Companies.

### Prospective accounting changes

The following standards, amendments to existing standards and interpretations published by the IASB are not yet effective for the period ended 30 September 2011 and have not been adopted early in preparing the financial statements:

- Amendment to IAS 24 – Related Party Disclosures
- Amendment to IFRIC 14 – Prepayments of a Minimum Funding Requirement
- Amendment to IAS 1 – Presentation of Items of Other Comprehensive Income
- IFRS 9 – Financial Instruments: Recognition and Measurement
- IFRS 10 – Consolidated Financial Statements
- IFRS 11 – Joint Arrangements
- IFRS 12 – Disclosure of Interests in Other Entities
- IFRS 13 – Fair Value Measurement

A number of the standards set out above have not yet been EU endorsed and management are assessing whether these amendments will have a material impact on the Group.

## 2. Segmental Analysis

	Waste		Wind		Ethanol		Other Operations		TOTAL	
	2011 €'000	2010 €'000	2011 €'000	2010 €'000	2011 €'000	2010 €'000	2011 €'000	2010 €'000	2011 €'000	2010 €'000
Segment revenue from continuing operations	<b>162,314</b>	152,063	<b>10,038</b>	7,423	-	-	-	8,477	<b>172,352</b>	167,963
Share of profit/(loss) of equity accounted investees	-	-	-	-	<b>3,481</b>	4,433	<b>(1,914)</b>	(3,999)	<b>1,567</b>	435
Segmental EBITDA - continuing operations	<b>13,096</b>	15,751	<b>4,437</b>	2,018	<b>3,481</b>	4,433	<b>(1,965)</b>	(1,835)	<b>19,049</b>	20,367
Depreciation - continuing operations	<b>(17,180)</b>	(21,459)	<b>(4,185)</b>	(3,875)	-	-	-	(1)	<b>(21,365)</b>	(25,335)
Amortisation - continuing operations	<b>(8,390)</b>	(6,701)	<b>(253)</b>	(309)	-	-	-	-	<b>(8,643)</b>	(9,004)
Interest income - continuing operations	<b>29</b>	3	<b>24</b>	17	-	-	-	14	<b>53</b>	34
Interest expense - continuing operations	<b>(3,936)</b>	(3,623)	<b>(6,175)</b>	(11,425)	-	-	-	(411)	<b>(10,111)</b>	(15,459)
Reportable segment assets	<b>426,833</b>	499,631	<b>469,125</b>	332,407	<b>76,451</b>	108,513	<b>31,000</b>	88,320	<b>1,003,409</b>	1,028,871
Reportable segment liabilities	<b>(241,620)</b>	(229,450)	<b>(366,157)</b>	(233,409)	-	-	<b>(76,671)</b>	(114,494)	<b>(694,448)</b>	(577,353)

# Notes to the Condensed Consolidated Interim Financial Statements

For the Six Months ended 30 September 2011 (continued)

## 2. Segmental Analysis (continued)

Reconciliation of profit or loss, assets and liabilities and other material items

	2011 €'000	2010 €'000
<b>Loss before tax</b>		
<b>Segmental EBITDA</b>	<b>19,049</b>	20,367
Unallocated centre costs	<b>(6,030)</b>	(13,890)
<b>EBITDA (as defined*) - continuing operations</b>	<b>13,019</b>	6,477
Impairment of property, plant and equipment	<b>(1,052)</b>	(370)
Fair value movement in investment property	-	(900)
Fair value movement in assets held for sale	<b>(72)</b>	(277)
Depreciation	<b>(21,444)</b>	(25,445)
Amortisation	<b>(8,643)</b>	(9,022)
<b>OPERATING LOSS BEFORE FINANCING COSTS AND BUSINESS DISPOSALS - CONTINUING OPERATIONS</b>	<b>(18,192)</b>	(29,537)
Gain on disposal of subsidiary	-	8,382
Loss on disposal of interest in associate	<b>(21,735)</b>	-
Finance income	<b>3,325</b>	3,143
Finance costs	<b>(12,395)</b>	(21,893)
<b>LOSS BEFORE TAX - CONTINUING OPERATIONS</b>	<b>(48,997)</b>	(39,905)
<i>* Defined as earnings before interest, tax, depreciation, amortisation, asset impairment charges, reduction in fair value of assets and profits/(losses) on business disposals</i>		
<b>Depreciation</b>		
Reportable segment total	<b>(21,365)</b>	(25,335)
Discontinued operations	-	(2,125)
Centre costs	<b>(79)</b>	(110)
	<b>(21,444)</b>	(27,570)
<b>Amortisation</b>		
Reportable segment total	<b>(8,643)</b>	(9,004)
Centre costs	-	(18)
	<b>(8,643)</b>	(9,022)
<b>Interest Income</b>		
Reportable segment total	<b>53</b>	34
Discontinued operations	-	32
Centre interest income	<b>290</b>	375
	<b>343</b>	441

## 2. Segmental Analysis (continued)

	2011 €'000	2010 €'000
<b>Interest Expense</b>		
Reportable segment total	<b>(10,111)</b>	(15,459)
Discontinued operations	-	(1,302)
Centre interest expense	<b>(5)</b>	(10)
	<b>(10,116)</b>	(16,771)
<b>Assets</b>		
Total assets for reportable segments	<b>1,003,409</b>	1,028,871
Corporate cash	<b>46,061</b>	102,056
Escrow	-	12,161
Discontinued operations	<b>1,522</b>	112,407
Other unallocated amounts	<b>20,355</b>	4,613
<b>TOTAL ASSETS</b>	<b>1,071,347</b>	1,260,108
<b>Liabilities</b>		
Total liabilities for reportable segments	<b>(684,448)</b>	(577,353)
Corporate provisions	<b>(34,964)</b>	(35,029)
Discontinued operations	<b>(74,430)</b>	(74,154)
Other unallocated amounts	<b>(20,712)</b>	(21,864)
<b>TOTAL LIABILITIES</b>	<b>(814,554)</b>	(708,400)

## 3. Other Operating (Expenses)/Income, net

	2011 €'000	2010 €'000
Loss on disposal of subsidiaries	-	(17,773)
Loss on disposal of partial holding of shares in associate	<b>(21,735)</b>	-
Amortisation of government grants	<b>1,404</b>	947
Gain on disposal of property, plant and equipment	<b>180</b>	78
Loss on disposal of asset held for sale	<b>(20)</b>	-
Government grants received	<b>20</b>	91
Management charge to associate	<b>38</b>	40
Rental income	<b>173</b>	67
Amortisation of deferred income	<b>63</b>	35
Other	<b>7</b>	3
	<b>(19,870)</b>	(16,512)
Continuing operations	<b>(19,870)</b>	9,562
Discontinued operations	-	(26,074)
	<b>(19,870)</b>	(16,512)

# Notes to the Condensed Consolidated Interim Financial Statements

For the Six Months ended 30 September 2011 (continued)

### 3. Other Operating (Expenses)/Income, net (continued)

During the six months ended 30 September 2011, the Group had other operating (expenses)/income which included the following:

- On 12 September 2011, the Group sold 3.5 million shares in Green Plains Renewable Energy, Inc. back to that company at a price of \$8.00 per share. The Group continues to hold 7,727,653 of the remaining 32.9 million total shares outstanding.

During the six months ended 30 September 2010, the Group had other operating (expenses)/income which included the following:

- On 29 September 2010, the Group sold its subsidiary East-Link Limited to DIF Infrastructure II, a Dutch based investment fund, resulting in a profit on disposal of €8,382,000. There is potential additional contingent consideration receivable under the contract, which has not been recognised in the accounts, on the basis of uncertainty as to whether the relevant targets will be met.
- On 6 August 2010, the Group completed the sale of its subsidiary Greenstar UK, resulting in a loss on disposal of €26,155,000 (see note 4 for further details).
- The Group's wind division applied for and received from the US Department of Treasury, a 30% investment tax credit, convertible into a cash grant, in respect of its Lost Creek wind farm project. The grant of US\$107,685,000 was received in July 2010. It is being amortised to the income statement over the life of the wind farm (30 years).

### 4. Discontinued Operations

On 8 June 2010, an agreement was reached with Montagu Private Equity and Global Infrastructure Partners, the controlling shareholders of Biffa, for the sale of Greenstar UK. The sale was completed on 6 August 2010. As sustainable waste management operations have been discontinued in the UK by the Group, the operations of Greenstar UK have been classified as discontinued in the Consolidated Income Statement.

Following a review of its solar investments, NTR took the decision to set a limit on the total funding it was prepared to commit to this business and notified the SES Board of its decision in late 2010. In response, the SES Board restructured the business and delayed the launch of high-volume manufacturing, thus reducing the level of cash spend significantly. The business has been actively seeking to secure third-party investment. Separately, Tessera Solar sold its major development projects, which should continue to generate returns as development milestones are reached. All assets of the Group's solar division have been impaired and the division is not currently developing new projects. The operations of this division have been classified as discontinued in the Consolidated Income Statement.

The operations of the solar division were not reported as discontinued operations at 30 September 2010. Accordingly, the 2010 comparative Consolidated Income Statement has been re-stated to show the discontinued operations of the solar division separately from continuing operations. However, the solar division was reported as a discontinued operation at 31 March 2011.

#### 4. Discontinued Operations (continued)

	Greenstar UK		Solar		TOTAL	
	2011 €'000	2010 €'000	2011 €'000	2010 €'000	2011 €'000	2010 €'000
Revenue	-	65,470	-	-	-	65,470
Expenses	-	(60,231)	-	(69,777)	-	(130,008)
<b>Operating profit/(loss) before financing costs</b>	-	5,239	-	(69,777)	-	(64,538)
Net financing costs	-	(953)	-	(305)	-	(1,258)
<b>Profit/(loss) from operating activities, before tax</b>	-	4,286	-	(70,082)	-	(65,796)
Income tax credit	-	-	-	243	-	243
<b>Profit/(loss) from operating activities, net of tax</b>	-	4,286	-	(69,839)	-	(65,553)
Loss on disposal of subsidiary	-	(4,139)	-	-	-	(4,139)
Foreign exchange reserve and hedging reserve reclassified to income statement on disposal	-	(22,016)	-	-	-	(22,016)
<b>Loss for the period</b>	-	(21,869)	-	(69,839)	-	(91,708)
<b>Attributable to:</b>						
Equity holders of the parent	-	(22,007)	-	(37,532)	-	(59,539)
Non-controlling interests	-	138	-	(32,307)	-	(32,169)
<b>Loss for the period</b>	-	(21,869)	-	(69,839)	-	(91,708)

Previously recognised foreign currency losses of €22,265,000, which arose on the translation of the Sterling denominated assets and liabilities of Greenstar UK and which had been recognised in the translation reserve, were reclassified to the Income Statement, together with previously recognised gains in the hedging reserve of €249,000, on completion of the disposal transaction in August 2010. This had no impact on Equity Attributable to Shareholders.

# Notes to the Condensed Consolidated Interim Financial Statements

For the Six Months ended 30 September 2011 (continued)

## 5. Finance Expenses and Finance Income

	2011 €'000	2010 €'000
<b>Recognised in Income Statement</b>		
<b>Finance expenses</b>		
Interest expense on financial liabilities measure at amortised cost		
- On loans repayable within 5 years	<b>3,951</b>	7,314
- On loans repayable after 5 years	<b>1,099</b>	-
- On promissory notes	<b>539</b>	305
- Interest on finance leases	<b>49</b>	667
- On preferential equity in subsidiary	<b>4,091</b>	8,664
Net changes in fair value of cashflow hedges reclassified from equity	<b>1,884</b>	361
Unwind of discount on site restoration and aftercare provision	<b>491</b>	731
Unwind of discount on deferred purchase consideration	<b>196</b>	198
Foreign exchange loss	<b>5</b>	6,208
Ineffective portion of changes in fair value of cash flow hedges	<b>390</b>	73
	<b>12,695</b>	24,521
Finance expenses capitalised	<b>(300)</b>	(1,108)
	<b>12,395</b>	23,413
Continuing operations	<b>12,395</b>	21,893
Discontinued operations	-	1,520
	<b>12,395</b>	23,413
<b>Finance income</b>		
Interest income	<b>343</b>	441
Foreign exchange gain	<b>2,982</b>	2,964
	<b>3,325</b>	3,405
Continuing operations	<b>3,325</b>	3,143
Discontinued operations	-	262
	<b>3,325</b>	3,405
<b>Net financing costs recognised in profit or loss</b>		
Continuing operations	<b>9,070</b>	18,750
Discontinued operations	-	1,258
	<b>9,070</b>	20,008

During the prior period, the Group's wind subsidiary, Wind Capital Group, executed an Equity Capital Contribution Agreement with a third party, raising US\$53 million in cash, for the purposes of funding its Lost Creek project. The preferential equity instruments issued to the investor meet the definition of a financial liability as the holders are entitled to a fixed cash return and consequently all returns payable are accounted for as a financing charge. Cash distributions are payable to the holders over the 10-year term based on an agreed percentage of the free cashflow of the project. A finance charge of €4,091,000 (2010: €8,664,000) arises in the period. Under the terms of this agreement, income tax credits of €1,244,000 (2010: €17,450,000) arose from US tax incentives.

## 6. Earnings per Share

	2011 €'000	2010 €'000
<b>Loss attributable to equity shareholders</b>		
Loss from continuing operations (€'000)	<b>(41,227)</b>	(35,346)
Loss from discontinued operations (€'000)	-	(59,539)
<b>Total loss attributable to equity shareholders of the Company</b>	<b>(41,227)</b>	(94,885)

*The basic weighted average number of ordinary shares in issue is calculated as follows:*

In issue at beginning of period	<b>205,831,359</b>	201,956,682
Adjustments for		
- shares issued during period	-	2,107,729
- own shares held	-	(498,642)
<b>Weighted average number of ordinary shares</b>	<b>205,831,359</b>	203,565,769

### **Basic earnings per share (cent)**

- continuing operations	<b>(20.0)</b>	(17.4)
- discontinued operations	-	(29.2)
	<b>(20.0)</b>	(46.6)

*The weighted average number of ordinary shares for diluted earnings per share is calculated as follows:*

Basic weighted average number of shares in issue during period	<b>205,831,359</b>	203,565,769
Adjustments for share schemes	-	548,181
<b>Weighted average number of ordinary shares</b>	<b>205,831,359</b>	204,113,950

Share schemes and share awards which could potentially dilute basic earnings per share in the future have not been included in the calculation of diluted earnings per share in 2011 or 2010 as they are anti-dilutive for the current and prior periods as a result of the losses incurred.

### **Diluted earnings per share (cent)**

- continuing operations	<b>(20.0)</b>	(17.4)
- discontinued operations	-	(29.2)
	<b>(20.0)</b>	(46.6)

# Notes to the Condensed Consolidated Interim Financial Statements

For the Six Months ended 30 September 2011 (continued)

## 7. Dividends paid on Ordinary Shares

No dividend was paid in the period or prior period. No interim dividend is proposed.

## 8. Share Capital

Ordinary Shares of €0.00125 each

	No. of shares
Authorised:	<b>320,000,000</b>
<hr/>	
Issued:	
In issue at 1 April 2011 and 30 September 2011 – fully paid	<b>205,831,359</b>
<hr/>	





**NTR**

*Securing a Greener Future*

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