

UK-listed integrated energy group focused on regulated electricity networks combined with renewable and flexible energy generation technologies



Targeting 175 – 200p EPS by FY27, representing 13 – 16% annual Adj. EPS growth across the plan¹



Strong and stable balance sheet with >90% of debt book at fixed rates, well within strong investment grade credit ratings



5GW Renewables operational capacity, with 2.4GW in construction plus a secured development pipeline of ~17GW



Double digit annual RAV growth expected over the rest of this decade, from GB Transmission and Distribution networks

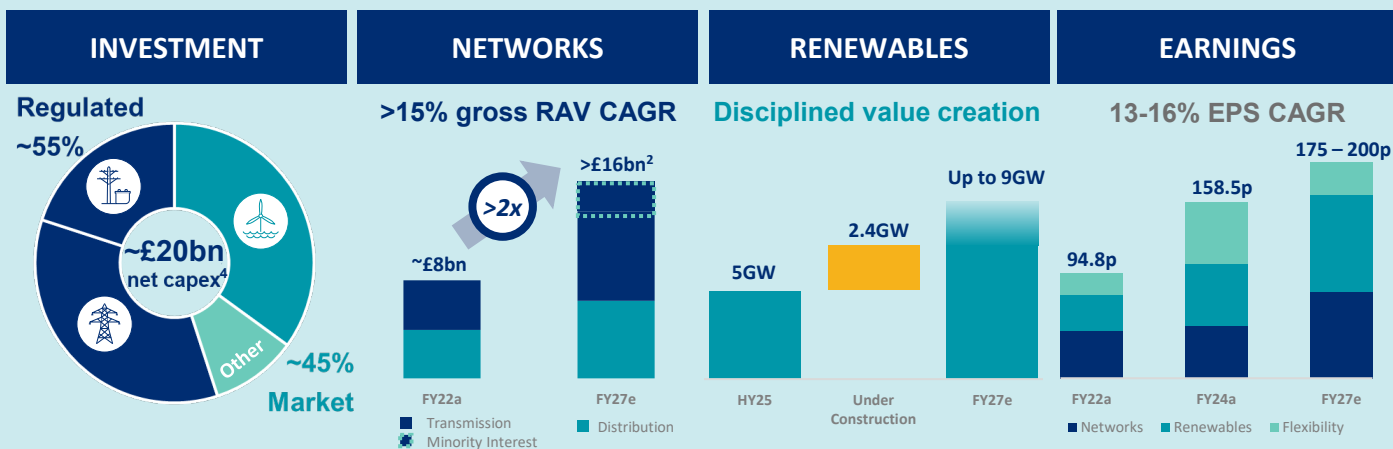


Commitment to 1.5-degree science-based carbon targets and leading Just Transition strategy



Growth enabling dividend plan targeting between 5 – 10% growth p.a. out to FY27³

NET ZERO ACCELERATION PROGRAMME PLUS: 5 YEAR INVESTMENT PLAN TO 2027



MAINTAINING ATTRACTIVE TARGET RETURNS⁵

Common capabilities across the Group drive favourable returns

Offshore wind



At least 11%
Equity returns on Joint Venture projects, excluding developer profits

Electricity networks



7-9% RII0 2
>10% RII0 3
Return on equity (RoE)⁶

Onshore wind



100-300 bps
Spread to WACC on unlevered projects⁷

Future CCS/Hydrogen



300-500 bps
Spread to WACC on unlevered projects⁷

HIGH VISIBILITY OF EARNINGS

High % indexed revenues



Significant index-linked revenue streams increasing over time

Low % Indexed debt book



Stable ~6-year average debt maturity at c.3.9% average cost

STRONG BALANCE SHEET AND INVESTMENT GRADE CREDIT RATING

Adj. net debt/EBITDA

Target: 3.5–4.0x¹⁰

FY24: 3.0x

Ratings agency	Rating	Core metric	Threshold	Outlook
S&P	BBB+	FFO/Net debt	Around 18%	Stable
Moody's	Baa1	RCF/Net debt	Trending towards low teens	Stable

¹ Subject to market conditions, normal weather and plant availability

² Excludes short term Commercial Paper but includes revolving credit facility in SSEN Transmission

³ From 60p dividend in FY24

⁴ All capex presented on SSE Adjusted investment, capital and acquisitions expenditure basis, which is net of 25% SSEN Transmission from 30 Nov 2022 following minority interest disposal

⁵ All return targets are on a post-tax nominal basis

⁶ Assumes CPIH inflation of 2% p.a. and target gearing ratio of 60%. RII0 3 estimated based on Ofgem Sector Specific Methodology Decision published 18 July 2024, adjusted to reflect SSE's view of changes to macroeconomic conditions

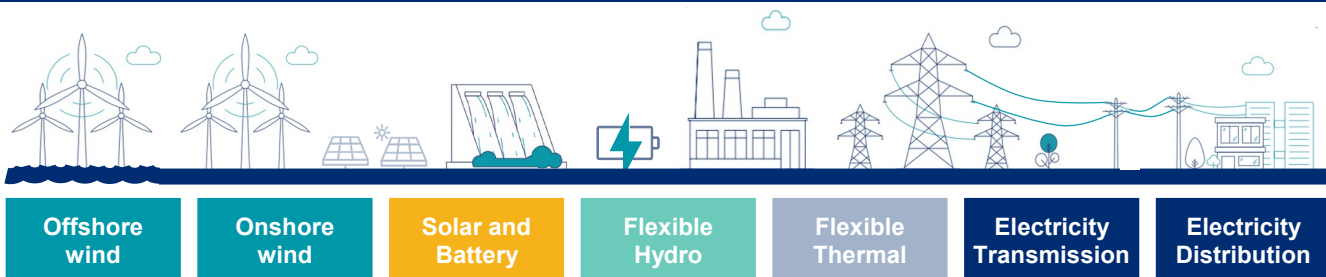
⁷ Spreads to WACC reflect balance of merchant, technology and construction risk specific to each project, and are on unlevered projects

⁸ Average over five-year plan to 26/27, excludes corporate unallocated and 25% Transmission from 30 Nov 2022 following minority interest disposal

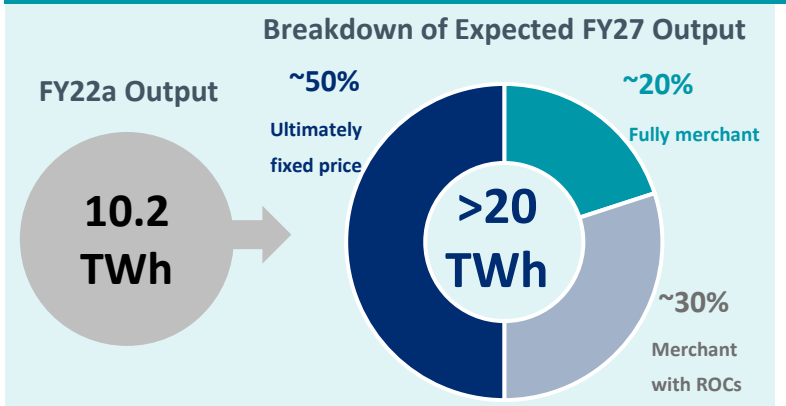
⁹ As at 30 September 2024

¹⁰ Net Debt to EBITDA expected to generally fall within this range over the five years to 26/27, with headroom to go to 4.5x whilst retaining a strong, investment grade rating

WEALTH OF OPPORTUNITIES RIGHT ACROSS THE NET ZERO ELECTRICITY VALUE CHAIN



SSE RENEWABLES – TARGET VOLUMES



HIGH-QUALITY ASSETS AND OPTIONS¹¹

- 5 GW Operational
 - 2.4 GW Under Construction
 - ~17 GW Under Development
 - ~10 GW Future Prospects
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SSE THERMAL – DELIVERING FLEXIBILITY

- Portfolio of 6.2GW flexible thermal capacity including cleanest and most efficient CCGT in Europe
- Locked in >£1bn capacity market revenues over the five years across GB and IRE with existing plant
- SSE holds around 40% of the UK’s conventional underground gas storage capacity
- Value of flexibility increases as market tightens and transitions to intermittent renewables

NETWORKS KEY METRICS¹²

RIIO-2 Price Control	Transmission FY22 – FY26	Distribution FY24 – FY28
Base spend	£2.1bn	£3.6bn
Est. uncertainty mech. spend	£3.4bn	£0.7bn
Allowed real equity return	4.76%	5.49%

Proposed Transmission Business Plan: FY27-FY31

Base Spend £6.1bn	Committed Uncertain Spend £16.2bn	Future Uncertain Spend £9.4bn	Real equity return 6.5%
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BUSINESS GOALS TO 2030

- Cut carbon intensity by 80%**
Reduce Scope 1 carbon intensity by 80% by 2030, compared to 2017/18 levels, to 61gCO₂e/kWh
- Increase renewable energy output fivefold**
Build a renewable energy portfolio that generates at least 50TWh of electricity a year by 2030
- Enable low-carbon generation and demand**
Enable at least 20GW renewable generation and facilitate c. 2m EVs and 1m heat pumps
- Champion a fair and just energy transition**
Be a global leader for the just transition to net zero, with a guarantee of fair work and commitment to paying fair tax and sharing economic value

EXCELLENCE IN ESG PERFORMANCE¹³

MSCI ESG RATINGS AAA Top 11% utilities Jan 2025

S&P Global 90th Percentile Nov 2024

SUSTAINALYTICS 93rd Percentile Jun 2024

Corporate ESG Performance Top 20% Jan 2025

ESG Risk Rating Prime

¹¹ For further detail, see slide 49, HY25 Results Presentation 13 November 2024 and SSEN Transmission RIIO-T3 Business Plan, 10 December 2024 ¹² For further detail, see slide 39, HY25 Results Presentation 13 November 2024

This financial report contains forward-looking statements about financial and operational matters. Because they relate to future events and are subject to future circumstances, these forward-looking statements are subject to risks, uncertainties and other factors. As a result, actual financial results, operational performance and other future developments could differ materially from those envisaged by the forward-looking statements. SSE plc gives no express or implied warranty as to the impartiality, accuracy, completeness or correctness of the information, opinions or statements expressed herein. Neither SSE plc nor its affiliates assume liability of any kind for any damage or loss arising from any use of this document or its contents. This document does not constitute an offer or invitation to underwrite, subscribe for, or otherwise acquire or dispose of any SSE shares or other securities and the information contained herein cannot be relied upon as a guide to future performance.

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