

**Registration number 32233R**

**Halton Lune Hydro Limited**

**Directors' report and unaudited financial statements**

**for the period 1 October 2014 to 31 December 2015**

**RfM Fylde Limited**

**Chartered Accountants**

## **Halton Lune Hydro Limited**

### **Company information**

Directors	John Blowes (Chairman) Allan Denham Brian Jefferson Kevin Frea
Secretary	Brian Jefferson
Company number	32233R
Registered office	Rectory Cottages Foundry Lane Halton Lancaster LA2 6LT
Accountants	RfM Fylde Limited Summerdale Head Dyke Lane Pilling Preston PR3 6SJ
Business address	Rectory Cottages Foundry Lane Halton Lancaster LA2 6LT

# Halton Lune Hydro Limited

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**Halton Lune Hydro Limited**

**Directors' report  
for the period ended 31 December 2015**

The directors present their report and the financial statements for the period ended 31 December 2015.

**Principal activity**

The principal activity of the society is the development and management of renewal energy sources.

**Directors**

The directors who served during the period are as stated below:

John Blowes (Chairman)

Allan Denham

Brian Jefferson

Kevin Frea

This report was approved by the Board on 8 March 2016, and signed on its behalf by:

**John Blowes (Chairman)**

**Director**

**Halton Lune Hydro Limited**

**Independent Reporting Accountant's Report  
to the members on the unaudited accounts of Halton Lune Hydro Limited  
for the period ended 31 December 2015**

We report on the accounts for the period ended 31 December 2015 set out on pages 3 to 8.

**Respective responsibilities of the directors and the independent reporting accountant**

The society's directors are responsible for the preparation of the accounts, and they consider that the society is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**Basis of opinion**

Our procedures consisted of comparing the accounts with the books of account kept by the society and making such limited enquiries of the officers of the society as we considered necessary for the purpose of this report. These procedures provide the only assurance expressed in our opinion.

**Opinion**

In our opinion:

- the revenue account and balance sheet for the period ended 31 December 2015 are in agreement with the books of account kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014;
- having regard only to, and on the basis of the information contained in the books of account, the revenue account and balance sheet for the period ended 31 December 2015 comply with requirements of the Co-operative and Community Benefit Societies Act 2014; and
- the society met the financial criteria enabling it to disapply the requirement to have an audit of the accounts for the period specified in section 84 of the Co-operative and Community Benefit Societies Act 2014.

.....  
**RfM Fylde Limited**  
**Chartered Accountants**  
**Summerdale**  
**Head Dyke Lane**  
**Pilling**  
**Preston**  
**PR3 6SJ**

**8 March 2016**

## Halton Lune Hydro Limited

### Profit and loss account (Revenue account) for the period ended 31 December 2015

		Period ended 31/12/15	Year ended 31/12/14
	Notes	£	£
<b>Turnover</b>	<b>2</b>	127,606	-
Administrative expenses		(94,230)	(68,206)
<b>Operating profit/(loss)</b>		33,376	(68,206)
Other interest receivable and similar income		919	256
Interest payable and similar charges		(4,976)	(2,800)
<b>Profit/(loss) on ordinary activities before taxation</b>		29,319	(70,750)
Tax on profit/(loss) on ordinary activities		-	-
<b>Profit/(loss) for the period</b>	<b>8</b>	29,319	(70,750)
Accumulated (loss)/profit brought forward		(70,750)	-
<b>Accumulated loss carried forward</b>		(41,431)	(70,750)

The notes on pages 6 to 9 form an integral part of these financial statements.

## Halton Lune Hydro Limited

### Balance sheet as at 31 December 2015

	Notes	31/12/15		31/12/14	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	4		1,368,315		626,895
<b>Current assets</b>					
Debtors	5	45,422		46,978	
Cash at bank and in hand		34,951		317,588	
		<u>80,373</u>		<u>364,566</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(66,584)</u>		<u>(24,176)</u>	
<b>Net current assets</b>			<u>13,789</u>		<u>340,390</u>
<b>Total assets less current liabilities</b>			1,382,104		967,285
<b>Net assets</b>			<u>1,382,104</u>		<u>967,285</u>
<b>Capital and reserves</b>					
Called up share capital	7		1,423,535		1,038,035
Profit and loss account	8		<u>(41,431)</u>		<u>(70,750)</u>
<b>Members' funds</b>			<u>1,382,104</u>		<u>967,285</u>

The directors acknowledge their responsibilities for:

(i) ensuring that the society keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014,

(ii) establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with section 75(3) of the Act, and

(iii) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

These financial statements have been prepared in accordance with the Co-operative and Community Benefit Society Act 2014 and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

**The notes on pages 6 to 9 form an integral part of these financial statements.**

**Halton Lune Hydro Limited**

**Balance sheet (continued)**

These financial statements were approved by the directors and authorised for issue on the 8 March 2016 and are signed on their behalf by:

**John Blowes (Chairman)**

**Allan Denham (Director)**

**Brian Jefferson (Secretary)**

**The notes on pages 6 to 9 form an integral part of these financial statements.**

## Halton Lune Hydro Limited

### Notes to the financial statements for the period ended 31 December 2015

#### 1. Accounting policies

##### 1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

##### 1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the period and derives from the provision of goods falling within the company's ordinary activities.

##### 1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	5% straight line
Tools and equipment	-	15% reducing balance
Hydro-electric		
Sub-station	-	2% straight line

##### 1.4. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### 2. Turnover

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the UK.

#### 3. Directors' emoluments

	Period ended 31/12/15	Year ended 31/12/14
	£	£
Remuneration and other benefits	5,993	23,332

## Halton Lune Hydro Limited

### Notes to the financial statements for the period ended 31 December 2015

..... continued

4. Tangible fixed assets	Plant and machinery	Tools and equipment	Hydro-electric Sub-station	Total
	£	£	£	£
<b>Cost</b>				
At 1 October 2014	-	-	626,895	626,895
Additions	513,903	3,661	261,822	779,386
At 31 December 2015	<u>513,903</u>	<u>3,661</u>	<u>888,717</u>	<u>1,406,281</u>
<b>Depreciation</b>				
Charge for the period	19,643	549	17,774	37,966
At 31 December 2015	<u>19,643</u>	<u>549</u>	<u>17,774</u>	<u>37,966</u>
<b>Net book values</b>				
At 31 December 2015	<u>494,260</u>	<u>3,112</u>	<u>870,943</u>	<u>1,368,315</u>
At 31 December 2014	<u>-</u>	<u>-</u>	<u>626,895</u>	<u>626,895</u>

5. Debtors	31/12/15	31/12/14
	£	£
Trade debtors	30,430	-
Other debtors	14,699	46,603
Prepayments and accrued income	293	375
	<u>45,422</u>	<u>46,978</u>

6. Creditors: amounts falling due within one year	31/12/15	31/12/14
	£	£
Loan - Hydro Consult	7,687	-
Loan - Microphase Consulting Limited	9,427	-
Loan - S.Ludford	10,235	-
Loan - Lancaster Co-housing	18,406	-
Trade creditors	20,079	20,000
Accruals and deferred income	750	4,176
	<u>66,584</u>	<u>24,176</u>

**Halton Lune Hydro Limited**

**Notes to the financial statements  
for the period ended 31 December 2015**

..... continued

<b>7. Share capital</b>	<b>31/12/15</b>	<b>31/12/14</b>
	<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>		
At 1 October 2014	1,038,035	-
Shares issued	385,500	1,038,035
At 31 December 2015	<u>1,423,535</u>	<u>1,038,035</u>
	<u>          </u>	<u>          </u>
<b>8. Reserves</b>	<b>Profit and loss account</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
At 1 October 2014	(70,750)	(70,750)
Profit for the period	29,319	29,319
At 31 December 2015	<u>(41,431)</u>	<u>(41,431)</u>
	<u>          </u>	<u>          </u>

**Halton Lune Hydro Limited**  
**Notes to the financial statements**  
**for the period ended 31 December 2015**

..... continued

**9. Related party transactions**

**Hydro Consult**

Hydro Consult is a company of which Mr John Blowes, a director of Halton Lune Hydro Limited, is also a director.

During the period Hydro Consult provided consultancy services to Halton Lune Hydro Limited of £14,962. At 31 December 2015 Halton Lune Hydro Limited owed Hydro Consult £7,687 in respect of these services which is shown as a loan in the accounts (note 6).

All transactions were at arms length and in the normal course of business.

**Microphase Consulting Limited**

Microphase Consulting Limited is a company of which Mr Allan Denham, a director of Halton Lune Hydro Limited, is also a director.

During the period Microphase Consultancy Limited provided consultancy services to Halton Lune Hydro Limited of £10,632. At 31 December 2015 Halton Lune Hydro Limited owed Microphase Consulting Limited £9,427 in respect of these services which is shown as a loan in the accounts (note 6).

All transactions were at arms length and in the normal course of business.

**Halton Lune Hydro Limited**

**The following pages do not form part of the statutory accounts.**

## Halton Lune Hydro Limited

### Detailed trading profit and loss account and expenses schedule for the period ended 31 December 2015

	Period ended 31/12/15		Year ended 31/12/14	
	£	£	£	£
<b>Turnover</b>		127,606		-
<b>Administrative expenses</b>				
Wages and salaries	1,300		12,006	
Directors' remuneration	5,993		23,332	
Employer's NI contributions	-		1,379	
Rent payable	2,549		1,125	
Rates	258		-	
Insurance	2,511		9,540	
Repairs and maintenance	5,675		-	
Printing, postage and stationery	710		316	
Advertising	1,908		7,082	
Telephone	335		-	
Travelling and entertainment	5,167		4,022	
Legal and professional	590		450	
Consultancy fees	27,483		-	
Accountancy	1,215		-	
Bank charges	137		180	
General expenses	433		1,399	
Donations	-		7,375	
Depreciation on plant and machinery	19,643		-	
Depreciation on tools and equipment	549		-	
Depreciation on hydro substation	17,774		-	
		94,230		68,206
<b>Operating profit/(loss)</b>		33,376		(68,206)
<b>Other income and expenses</b>				
<b>Interest receivable</b>				
Bank deposit interest	919		256	
		919		256
<b>Interest payable</b>				
Loan interest	4,976		2,800	
		(4,976)		(2,800)
<b>Net profit/(loss) for the period</b>		29,319		(70,750)