

REGISTERED NUMBER: 32233R (England and Wales)

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
HALTON LUNE HYDRO LIMITED**

RFM Audit Services LLP
120-124 Towngate
Leyland
Lancashire
PR25 2LQ

HALTON LUNE HYDRO LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Page
Company Information	1
Report of the Directors	2
Chartered Accountants' Report	3
Profit and Loss Account (Revenue account)	4
Balance Sheet	5
Statement of Changes in Equity	7
Notes to the Financial Statements	8
Detailed Profit and Loss Account	12

HALTON LUNE HYDRO LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

DIRECTORS: Mr J Blowes MBE
Mr K Frea
Mr B Jefferson MBE
Mr N Mannion
Dr M A Solera Garcia

SECRETARY: Mr B Jefferson MBE

REGISTERED OFFICE: Rectory Cottages
Foundry Lane
Halton
Lancaster
Lancashire
LA2 6LT

REGISTERED NUMBER: 32233R (England and Wales)

ACCOUNTANTS: RFM Audit Services LLP
120-124 Towngate
Leyland
Lancashire
PR25 2LQ

HALTON LUNE HYDRO LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2023

The directors present their report with the financial statements of the company for the year ended 31 December 2023.

PRINCIPAL ACTIVITY

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

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2023 to the date of this report.

Mr J Blowes MBE
Mr K Frea
Mr B Jefferson MBE
Mr N Mannion
Dr M A Solera Garcia

DONATIONS

During the year donations of £105,000 were made to the Halton Lune Trust.

ON BEHALF OF THE BOARD:

Mr J Blowes MBE - Director

18 March 2024

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
HALTON LUNE HYDRO LIMITED**

We report on the accounts for the period ended 31 December 2023 set out on pages 4 to 11.

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 2023 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 2023 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 Audit Services LLP
120-124 Towngate
Leyland
Lancashire
PR25 2LQ

18 March 2024

HALTON LUNE HYDRO LIMITED
PROFIT AND LOSS ACCOUNT
(REVENUE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 £	2022 £
TURNOVER		318,863	233,227
Administrative expenses		<u>212,325</u>	<u>90,191</u>
OPERATING PROFIT	3	106,538	143,036
Interest receivable and similar income		<u>1,797</u>	<u>491</u>
		108,335	143,527
Interest payable and similar expenses		<u>40,948</u>	<u>21,356</u>
PROFIT BEFORE TAXATION		67,387	122,171
Tax on profit	4	<u>17,053</u>	<u>52,738</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>50,334</u></u>	<u><u>69,433</u></u>

The notes form part of these financial statements

HALTON LUNE HYDRO LIMITED (REGISTERED NUMBER: 32233R)

BALANCE SHEET
31 DECEMBER 2023

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		1,065,721		1,116,892
CURRENT ASSETS					
Debtors	6	58,549		62,659	
Investments	7	40,750		40,750	
Cash at bank		<u>156,226</u>		<u>151,266</u>	
		255,525		254,675	
CREDITORS					
Amounts falling due within one year	8	<u>33,889</u>		<u>23,061</u>	
NET CURRENT ASSETS			<u>221,636</u>		<u>231,614</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,287,357		1,348,506
PROVISIONS FOR LIABILITIES	9		<u>88,592</u>		<u>97,279</u>
NET ASSETS			<u>1,198,765</u>		<u>1,251,227</u>
CAPITAL AND RESERVES					
Called up share capital	10		913,745		1,016,541
Retained earnings	11		<u>285,020</u>		<u>234,686</u>
SHAREHOLDERS' FUNDS			<u>1,198,765</u>		<u>1,251,227</u>

The notes form part of these financial statements

**BALANCE SHEET - continued
31 DECEMBER 2023**

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.

The financial statements have been prepared in accordance with the Co-operative and Community Benefit Society Act 2014 and with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The financial statements were approved by the Board of Directors and authorised for issue on 18 March 2024 and were signed on its behalf by:

Mr J Blowes MBE - Director

Dr M A Solera Garcia - Director

Mr B Jefferson MBE - Director

HALTON LUNE HYDRO LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2022	1,075,441	165,253	1,240,694
Changes in equity			
Repayment of share capital	(58,900)	-	(58,900)
Total comprehensive income	<u>-</u>	<u>69,433</u>	<u>69,433</u>
Balance at 31 December 2022	<u>1,016,541</u>	<u>234,686</u>	<u>1,251,227</u>
Changes in equity			
Repayment of share capital	(102,800)	-	(102,796)
Issue of share capital	4		4
Total comprehensive income	<u>-</u>	<u>50,334</u>	<u>50,334</u>
Balance at 31 December 2023	<u><u>913,745</u></u>	<u><u>285,020</u></u>	<u><u>1,198,765</u></u>

The notes form part of these financial statements

HALTON LUNE HYDRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. STATUTORY INFORMATION

Halton Lune Hydro Limited is a private company, limited by shares, registered under the Co-operative and Community Benefit Societies Act 2014 in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The company is a Public Benefit Entity.

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The financial statements have been prepared under the historical cost convention.

TURNOVER

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Hydro-electric Power-station	- Straight line over 50 years
Plant and machinery	- Straight line over 20 years
Tools and equipment	- 15% on reducing balance

TAXATION

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account (Revenue account), except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

DEFERRED TAX

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

HIRE PURCHASE AND LEASING COMMITMENTS

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

HALTON LUNE HYDRO LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

3. OPERATING PROFIT

The operating profit is stated after charging:

	2023	2022
	£	£
Depreciation - owned assets	<u>46,500</u>	<u>47,215</u>

4. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2023	2022
	£	£
Current tax:		
UK corporation tax	25,740	22,642
Deferred tax:		
Origination and reversal of timing differences	<u>(8,687)</u>	<u>30,096</u>
Tax on profit	<u>17,053</u>	<u>52,738</u>

UK corporation tax has been charged at 19-25% (2022 - 19%).

5. TANGIBLE FIXED ASSETS

	Hydro-electric Power-station £	Plant and machinery £	Tools and equipment £	Totals £
COST				
At 1 January 2023	888,531	572,967	13,302	1,474,800
Additions	-	17,950	-	17,950
Disposals	<u>-</u>	<u>(23,812)</u>	<u>-</u>	<u>(23,812)</u>
At 31 December 2023	<u>888,531</u>	<u>567,105</u>	<u>13,302</u>	<u>1,468,938</u>
DEPRECIATION				
At 1 January 2023	142,158	206,964	8,786	357,908
Charge for year	17,771	28,051	678	46,500
Eliminated on disposal	<u>-</u>	<u>(1,191)</u>	<u>-</u>	<u>(1,191)</u>
At 31 December 2023	<u>159,929</u>	<u>233,824</u>	<u>9,464</u>	<u>403,217</u>
NET BOOK VALUE				
At 31 December 2023	<u>728,602</u>	<u>333,281</u>	<u>3,838</u>	<u>1,065,721</u>
At 31 December 2022	<u>746,373</u>	<u>366,003</u>	<u>4,516</u>	<u>1,116,892</u>

HALTON LUNE HYDRO LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

6.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2023	2022
		£	£
	Trade debtors	53,330	57,851
	Prepayments	<u>5,219</u>	<u>4,808</u>
		<u>58,549</u>	<u>62,659</u>
7.	CURRENT ASSET INVESTMENTS	2023	2022
		£	£
	Unlisted investments	<u>40,750</u>	<u>40,750</u>
8.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2023	2022
		£	£
	Trade creditors	426	637
	Corporation tax	26,074	22,880
	Social security and other taxes	6,389	(1,381)
	Accrued expenses	<u>1,000</u>	<u>925</u>
		<u>33,889</u>	<u>23,061</u>
9.	PROVISIONS FOR LIABILITIES	2023	2022
		£	£
	Deferred tax		
	Accelerated capital allowances	<u>88,592</u>	<u>97,279</u>
			Deferred
			tax
			£
	Balance at 1 January 2023		97,279
	Provided during year		<u>(8,687)</u>
	Balance at 31 December 2023		<u>88,592</u>
10.	CALLED UP SHARE CAPITAL		
	Allotted, issued and fully paid:		
	Number: Class:	Nominal	
		value:	
			2023
			2022
			£
			£
	913,735 Ordinary	1	913,735
	10 Retention shares	1	1,016,535
			<u>10</u>
			<u>6</u>
			<u>913,745</u>
			<u>1,016,541</u>

HALTON LUNE HYDRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

10. CALLED UP SHARE CAPITAL - continued

During the year the society had the following number of members:

	2023	2022
Members at beginning of year	264	278
Members ceased during year	(14)	(14)
Members admitted during year	<u>0</u>	<u>0</u>
Members at end of year	<u>250</u>	<u>264</u>

11. RESERVES

	Retained earnings £
At 1 January 2023	234,686
Profit for the year	<u>50,334</u>
At 31 December 2023	<u>285,020</u>

HALTON LUNE HYDRO LIMITED

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
Turnover				
Grid export income	152,562		87,027	
Feed in Tariffs	<u>166,301</u>		<u>146,200</u>	
		318,863		233,227
Other income				
Bank interest receivable		<u>1,797</u>		<u>491</u>
		320,660		233,718
Expenditure				
Hire of plant and machinery	462		219	
Rent	2,500		2,500	
Rates	15,026		9,376	
Insurance	2,474		2,255	
Analyst costs	3,467		2,763	
Broadband	358		290	
Repairs and maintenance	8,465		4,723	
Operation and maintenance fees	2,700		4,250	
Sundry expenses	1,360		144	
Accountancy fees	1,000		965	
Computer costs	353		302	
Retention shares	4		-	
Donations	105,000		15,000	
Depreciation of tangible fixed assets				
Freehold property	17,771		17,771	
Plant and machinery	28,050		28,648	
Tools and equipment	677		797	
Profit/loss on sale of tangible fixed assets	<u>22,621</u>		<u>150</u>	
		<u>212,288</u>		<u>90,153</u>
		108,372		143,565
Finance costs				
Bank charges	37		38	
Members dividends	40,761		21,356	
Interest on overdue tax	<u>187</u>		<u>-</u>	
		<u>40,985</u>		<u>21,394</u>
NET PROFIT		<u><u>67,387</u></u>		<u><u>122,171</u></u>

This page does not form part of the statutory financial statements