

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025
FOR
HALTON LUNE HYDRO LIMITED**

RFM Audit Services LLP
Unit 1, Guest House Farm
Runshaw Lane
Euxton
Chorley
Lancashire
PR7 6HD

HALTON LUNE HYDRO LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2025**

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HALTON LUNE HYDRO LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2025

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: IP032233 (England and Wales)

ACCOUNTANTS: RFM Audit Services LLP
Unit 1, Guest House Farm
Runshaw Lane
Euxton
Chorley
Lancashire
PR7 6HD

HALTON LUNE HYDRO LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2025

The directors present their report with the financial statements of the company for the year ended 31 December 2025.

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 2025 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

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

.....
Mr J Blowes MBE - Director

Date:

**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 2025 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 2025 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 2025 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
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PR7 6HD

Date:

HALTON LUNE HYDRO LIMITED
PROFIT AND LOSS ACCOUNT
(REVENUE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	2025 £	2024 £
TURNOVER		250,580	261,291
Administrative expenses		<u>149,071</u>	<u>180,073</u>
		101,509	81,218
Other operating income		<u>-</u>	<u>3,714</u>
OPERATING PROFIT	4	101,509	84,932
Interest receivable and similar income		<u>5,046</u>	<u>5,815</u>
		106,555	90,747
Interest payable and similar expenses		<u>34,924</u>	<u>36,661</u>
PROFIT BEFORE TAXATION		71,631	54,086
Tax on profit	5	<u>19,943</u>	<u>15,294</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>51,688</u></u>	<u><u>38,792</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2025

	Notes	2025		2024	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		972,706		1,019,374
CURRENT ASSETS					
Debtors	7	95,151		82,230	
Investments	8	44,685		43,569	
Cash at bank		<u>128,843</u>		<u>134,257</u>	
		268,679		260,056	
CREDITORS					
Amounts falling due within one year	9	<u>65,924</u>		<u>28,613</u>	
NET CURRENT ASSETS					
			<u>202,755</u>		<u>231,443</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			1,175,461		1,250,817
PROVISIONS FOR LIABILITIES					
	10		<u>73,606</u>		<u>81,153</u>
NET ASSETS					
			<u>1,101,855</u>		<u>1,169,664</u>
CAPITAL AND RESERVES					
Called up share capital	11		726,355		845,852
Retained earnings	12		<u>375,500</u>		<u>323,812</u>
SHAREHOLDERS' FUNDS					
			<u>1,101,855</u>		<u>1,169,664</u>

The notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2025

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2025 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 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 2025**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2024	913,745	285,020	1,198,765
Changes in equity			
Repayment of share capital	(67,900)	-	(67,900)
Issue of share capital	7		7
Total comprehensive income	<u>-</u>	<u>38,792</u>	<u>38,792</u>
Balance at 31 December 2024	<u>845,852</u>	<u>323,812</u>	<u>1,169,664</u>
Changes in equity			
Repayment of share capital	(119,500)	-	(119,500)
Issue of share capital	3		3
Total comprehensive income	<u>-</u>	<u>51,688</u>	<u>51,688</u>
Balance at 31 December 2025	<u>726,355</u>	<u>375,500</u>	<u>1,101,855</u>

The notes form part of these financial statements

HALTON LUNE HYDRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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 2025**

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2024 - NIL).

4. OPERATING PROFIT

The operating profit is stated after charging:

	2025	2024
	£	£
Depreciation - owned assets	<u>46,668</u>	<u>46,763</u>

5. TAXATION

Analysis of the tax charge

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

	2025	2024
	£	£
Current tax:		
UK corporation tax	27,490	22,733
Deferred tax:		
Origination and reversal of timing differences	<u>(7,547)</u>	<u>(7,439)</u>
Tax on profit	<u>19,943</u>	<u>15,294</u>

UK corporation tax has been charged at 19-25% (2024 - 19-25%).

6. TANGIBLE FIXED ASSETS

	Hydro-electric Power-station £	Plant and machinery £	Tools and equipment £	Totals £
COST				
At 1 January 2025 and 31 December 2025	<u>888,531</u>	<u>567,105</u>	<u>13,718</u>	<u>1,469,354</u>
DEPRECIATION				
At 1 January 2025	177,699	262,179	10,102	449,980
Charge for year	<u>17,771</u>	<u>28,355</u>	<u>542</u>	<u>46,668</u>
At 31 December 2025	<u>195,470</u>	<u>290,534</u>	<u>10,644</u>	<u>496,648</u>
NET BOOK VALUE				
At 31 December 2025	<u>693,061</u>	<u>276,571</u>	<u>3,074</u>	<u>972,706</u>
At 31 December 2024	<u>710,832</u>	<u>304,926</u>	<u>3,616</u>	<u>1,019,374</u>

HALTON LUNE HYDRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2025	2024
		£	£
Trade debtors		91,491	72,814
Other debtors		-	2,008
Prepayments		<u>3,660</u>	<u>7,408</u>
		<u>95,151</u>	<u>82,230</u>
8. CURRENT ASSET INVESTMENTS		2025	2024
		£	£
Unlisted investments		<u>44,685</u>	<u>43,569</u>
9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2025	2024
		£	£
Trade creditors		4,059	1,897
Corporation tax		50,255	22,765
Social security and other taxes		10,460	2,951
Accrued expenses		<u>1,150</u>	<u>1,000</u>
		<u>65,924</u>	<u>28,613</u>
10. PROVISIONS FOR LIABILITIES		2025	2024
		£	£
Deferred tax			
Accelerated capital allowances		<u>73,606</u>	<u>81,153</u>
			Deferred tax
			£
Balance at 1 January 2025			81,153
Credit to Profit and Loss Account (Revenue account) during year			<u>(7,547)</u>
Balance at 31 December 2025			<u>73,606</u>
11. CALLED UP SHARE CAPITAL			
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	2025
			£
726,335	Ordinary	1	726,335
20	Retention shares	1	<u>20</u>
			<u>726,355</u>
			<u>845,852</u>

HALTON LUNE HYDRO LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025**

11. CALLED UP SHARE CAPITAL - continued

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

	2025	2024
Members at beginning of year	227	250
Members ceased during year	(37)	(23)
Members admitted during year	<u>0</u>	<u>0</u>
Members at end of year	<u><u>190</u></u>	<u><u>227</u></u>

12. RESERVES

	Retained earnings £
At 1 January 2025	323,812
Profit for the year	<u>51,688</u>
At 31 December 2025	<u><u>375,500</u></u>

HALTON LUNE HYDRO LIMITED

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2025**

	2025		2024	
	£	£	£	£
Turnover				
Grid export income	45,526		58,659	
Feed in Tariffs	165,749		202,632	
CEF funding	<u>39,305</u>		<u>-</u>	
		250,580		261,291
Other income				
Compensation	-		3,714	
Bank interest receivable	<u>5,046</u>		<u>5,815</u>	
		<u>5,046</u>		<u>9,529</u>
		255,626		270,820
Expenditure				
Hire of plant and machinery	2,680		438	
Rent	7,500		2,500	
Rates	18,338		17,699	
Insurance	2,935		2,682	
Analyst costs	6,394		3,821	
Broadband	330		330	
Repairs and maintenance	13,118		12,454	
Operation and maintenance fees	5,781		5,154	
Sundry expenses	1,396		1,095	
CEF expenditure	41,343		-	
Accountancy fees	1,250		1,000	
Computer costs	480		399	
Subscriptions	368		693	
Staff training	450		-	
Retention shares	3		7	
Donations	-		85,000	
Depreciation of tangible fixed assets				
Freehold property	17,771		17,771	
Plant and machinery	28,355		28,355	
Tools and equipment	<u>542</u>		<u>638</u>	
		<u>149,034</u>		<u>180,036</u>
		106,592		90,784
Finance costs				
Bank charges	37		37	
Members dividends	34,924		36,581	
Interest on overdue tax	<u>-</u>		<u>80</u>	
		<u>34,961</u>		<u>36,698</u>
NET PROFIT		<u><u>71,631</u></u>		<u><u>54,086</u></u>

This page does not form part of the statutory financial statements