

Registered number
09814751

Preventable Surprises C.I.C
Report and Accounts
For the period ended 31 October 2017

L & P Accountants Ltd
Chartered Certified Accountants



Preventable Surprises C.I.C
Report and accounts
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**Preventable Surprises C.I.C
Company Information**

Directors

Ms Carolyn Hayman (resigned 31/12/2017)
Dr Chandraraj Thamotheram
Prof. Richard Pancost
Mr. John Rogers
Mr. Raghavan Selvaratnam

Accountants

L & P Accountants Ltd
73 Kentish Town Road
Camden Town
London
NW1 8NY

Registered office

26 The Exchange
132 Commercial Street
London
E1 6NG

Registered number

09814751

Preventable Surprises C.I.C

Registered number: 09814751

Directors' Report

The directors present their report and accounts for the year ended 31 October 2017.

Directors

The following persons served as directors during the year:

Ms. Carolyn Hayman (resigned 31/12/2017)
Dr. Chandraraj Thamotheram
Prof. Richard Pancost
Mr. John Rogers
Mr. Raghavan Selvaratnam

A legal requirement of being a CIC is to submit a report to the Registrar of Companies on an annual basis. Below we include the key points:

Preventable Surprises' goal is to contribute to the reduction of emissions by the world's largest companies in a time frame that will allow global warming to stay below 2 degrees.

We believe institutional investors should share this goal, because global warming above 2 degrees presents significant 'value at risk' in a diversified portfolio. Taking action on climate change is therefore a fiduciary duty for long term investors, which if ignored could lead to litigation. In the Forceful Stewardship Guidelines, we offer a simple way to comply with this fiduciary duty - vote for AGM resolutions that require investee companies to publish 2 degree transition plans.

Activities in 2016-17

a) Systemic risk

We responded to the Task Force on Climate Related Financial Disclosure draft report welcoming the requirement for companies in high carbon sectors to produce scenarios of how they would operate with different degrees of warming and encouraging a more assertive stance (asking for companies to produce transition plans to a low carbon economy, rather than simply scenarios).

b) AGM resolutions

Following a decision with our network to focus on 'industrial scale' resolutions in the US energy utility sector, we saw nine resolutions filed, covering 35%+ by market capitalisation of the sector, requesting either transition plans or scenarios. We worked with some of the resolution filers on wording, and put pressure, publicly and privately, on investors to vote for the resolutions. On average the resolutions achieved a 45% positive vote in the April/May season, with one getting 56%. One company has already announced that it will be cutting emissions by 80%+ by 2050 and others are working on emissions reductions plans that have not yet been made public.

We held our fifth online dialogue in June, with 67 participants, to discuss strategy for the 2018 AGM round, with a particular focus on moving more resolutions to asking for transition plans. Since then we have organised coordination calls with the leading resolutions filers.

Preventable Surprises C.I.C

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Directors' Report

c) Engaging with investors

Our Missing 60 report on inconsistent voting by investors has continued to resonate and Missing 60 is now widely used (e.g. Bank of England) as shorthand for inconsistent voting. After the 2017 AGM round we began work on the Missing 55 highlighting the voting record on the nine US utility resolutions of the 10 largest investors, and comparing this with their public statements on climate change. We expect to launch this in late November.

With PwC we organised a round table in London in May 2017 bringing together investors and utility companies to discuss how they could work together to enable the utilities to achieve a smooth transition to a low carbon future.

Two Board members gave presentations at the 2017 Responsible Investor conference and Dr Thamotheram was invited to speak at Fidelity International's global investor conference.

d) Guidance on transition planning

In May 2017 we launched '*Flip the Switch – a guide to transition planning in the energy utility sector*'. As well as providing an overview of the need for a rapid transition and the business and technological risks and opportunities that companies face, the guide highlights eight questions that investors should focus on in their engagement with energy utility companies, in order to assess whether the company is transitioning with sufficient speed to a low carbon operating model. It has been distributed in hard and soft copy to investors and others.

Engaging with stakeholders

In addition to the activities described above, we have continued to have an active presence on social media and in the press.

Directors' remuneration

One Director was paid salary of £9,999.17 followed by £2478.83 in sick pay.

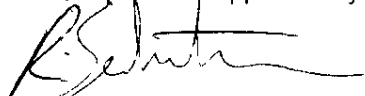
Dividend and asset transfers

No dividends were paid and no assets were transferred.

Small company provisions

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

This report was approved by the board on 28 March 2018 and signed on its behalf.



Mr Raghavan Selvaratnam
Director

Preventable Surprises C.I.C

Report to the directors on the preparation of the unaudited statutory accounts of Preventable Surprises C.I.C for the year ended 31 October 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Preventable Surprises C.I.C for the year ended 31 October 2017 which comprise of the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://rulebook.accaglobal.com/>

This report is made solely to the Board of Directors of Preventable Surprises C I C, as a body, in accordance with the terms of our engagement letter dated 23 January 2017. Our work has been undertaken solely to prepare for your approval the accounts of Preventable Surprises C.I.C and state those matters that we have agreed to state to the Board of Directors of Preventable Surprises C I C, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Preventable Surprises C.I.C and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Preventable Surprises C I C has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Preventable Surprises C.I.C. You consider that Preventable Surprises C.I.C is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Preventable Surprises C I.C. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

L & P Accountants Ltd
Chartered Certified Accountants
73 Kentish Town Road
Camden Town
London
NW1 8NY

28 March 2018

**Preventable Surprises C.I.C
Profit and Loss Account
for the year ended 31 October 2017**

	Notes	2017 £	2016 £
Turnover		57,050	34,500
Administrative expenses		(56,745)	(34,471)
Other operating income		9	-
Operating profit		314	29
Profit on ordinary activities before taxation		314	29
Tax on profit on ordinary activities		-	-
Profit for the financial year		<u>314</u>	<u>29</u>

Preventable Surprises C.I.C

Registered number: 09814751

Balance Sheet

as at 31 October 2017

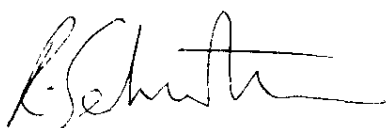
	Notes		2017 £	2016 £
Current assets				
Debtors	3	-	1,007	
Cash at bank and in hand		24,944	6,775	
		24,944	7,782	
Creditors: amounts falling due within one year				
	4	(24,601)	(7,753)	
Net current assets			343	29
Net assets			<u>343</u>	<u>29</u>
Capital and reserves				
Profit and loss account			343	29
Shareholder's funds			<u>343</u>	<u>29</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006

The member has not required the company to obtain an audit in accordance with section 476 of the Act

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts

The accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies



Mr. Raghavan Selvaratnam
Director

Approved by the board on 28 March 2018

Preventable Surprises C.I.C
Statement of Changes in Equity
for the year ended 31 October 2017

	Share capital	Share premium	Re- valuation reserve	Profit and loss account	Total
	£	£	£	£	£
At 1 November 2015	-	-	-	-	-
Profit for the financial year				29	29
At 31 October 2016	-	-	-	29	29
At 1 November 2016	-	-	-	29	29
Profit for the financial year				314	314
At 31 October 2017	-	-	-	343	343

Preventable Surprises C.I.C
Notes to the Accounts
for the year ended 31 October 2017

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes donation received from:

	£
Polden Puckham	4,950
JRCT	27,500
Board	5,600
Fairshare Education	13,679
The Funding Network	5,321
	<u>57,050</u>

Pensions

There were no pension payments during the period.

2 Employees

	2017 Number	2016 Number
Average number of persons employed by the company	<u>2</u>	<u>-</u>

3 Debtors

	2017 £	2016 £
Other debtors -PAYE over paid	<u>-</u>	<u>1,007</u>

4 Creditors: amounts falling due within one year

	2017 £	2016 £
Received in advance:		
JRCT	-	5,000
Board	-	2,400
Polden Puckham	10,050	-
Fairshare Education	4,217	-
The Funding Network	9,183	-
Other taxes and social security costs	397	-
Other creditors	754	353
	<u>24,601</u>	<u>7,753</u>

Preventable Surprises C.I.C
Notes to the Accounts
for the year ended 31 October 2017

5 Controlling party

The company is limited by guarantee and therefore has no share capital. The liability of the members upon winding up of the company is limited to £1.

6 Other information

Preventable Surprises C.I.C is a private company limited by guarantee without share capital and incorporated in England. Its registered office is:

26 The Exchange
132 Commercial Street
London
E1 6NG

Preventable Surprises C.I.C
Detailed profit and loss account
for the year ended 31 October 2017

	2017	2016
	£	£
Sales	57,050	34,500
Administrative expenses	(56,745)	(34,471)
Other operating income	9	-
Operating profit	314	29
Profit before tax	<u>314</u>	<u>29</u>

Preventable Surprises C.I.C
Detailed profit and loss account
for the year ended 31 October 2017

	2017	2016
	£	£
Sales		
Sales	<u>57,050</u>	<u>34,500</u>
Administrative expenses		
Employee costs:		
Wages and salaries	32,096	3,500
Directors' salaries	12,478	17,500
Employer's NI	350	-
Recruitment expenses	2,058	-
Travel and conference expenses	2,461	-
	49,443	21,000
General administrative expenses:		
Stationery and printing	784	111
Climate project expenses	4,853	-
Subscriptions	495	-
Bank charges	-	54
	6,132	165
Legal and professional costs:		
Accountancy fees	350	350
UK consultancy fees	820	3,487
Overseas consultancy fees	-	9,138
Other legal and professional	-	331
	1,170	13,306
	<u>56,745</u>	<u>34,471</u>
Other operating income		
Other operating income	<u>9</u>	<u>-</u>

022002/15

CIC 34

Community Interest Company Report

For official use
(Please leave blank)

Please
complete in
typescript, or in
bold black
capitals.

Company Name in
full

PREVENTABLE SURPRISES C.I.C

Company Number

09814751

Year Ending

31 OCTOBER 2017

This template illustrates what the Regulator of Community Interest Companies considers to be best practice for completing a simplified community interest company report. All such reports must be delivered in accordance with section 34 of the Companies (Audit, Investigations and Community Enterprise) Act 2004 and contain the information required by Part 7 of the Community Interest Company Regulations 2005. For further guidance see chapter 8 of the Regulator's guidance notes and the alternate example provided for a more complex company with more detailed notes.

(N.B. A Filing Fee of £15 is payable on this document. Please enclose a cheque or postal order payable to Companies House)

PART 1 - GENERAL DESCRIPTION OF THE COMPANY'S ACTIVITIES AND IMPACT

In the space provided below, please insert a general account of the company's activities in the financial year to which the report relates, including a description of how they have benefited the community.

Preventable Surprises' goal is to contribute to the reduction of emissions by the world's largest companies in a time frame that will allow global warming to stay below 2 degrees.

We believe institutional investors should share this goal, because global warming above 2 degrees presents significant 'value at risk' in a diversified portfolio. Taking action on climate change is therefore a fiduciary duty for long term investors, which if ignored could lead to litigation. In the Forceful Stewardship Guidelines, we offer a simple way to comply with this fiduciary duty – vote for AGM resolutions that require companies to publish 2 degree transition plans

(If applicable, please just state "A social audit report covering these points is attached").

(Please continue on separate continuation sheet if necessary.)

PART 2 – CONSULTATION WITH STAKEHOLDERS – Please indicate who the company's stakeholders are; how the stakeholders have been consulted and what action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

Our Missing 60 report on inconsistent voting by investors has continued to resonate and Missing 60 is now widely used (e.g. Bank of England) as shorthand for inconsistent voting. After the 2017 AGM round we began work on the Missing 55 highlighting the voting record on the nine US utility resolutions of the 10 largest investors, and comparing this with their public statements on climate change. We expect to launch this in late November.

With PwC we organised a round table in London in May 2017 bringing together investors and utility companies to discuss how they could work together to enable the utilities to achieve a smooth transition to a low carbon future.

Two Board members gave presentations at the 2017 Responsible Investor conference and Dr Thamotheram was invited to speak at Fidelity International's global investor conference.

PART 3 – DIRECTORS' REMUNERATION – if you have provided full details in your account

One director was paid £12,478 in relation to his part-time role as CEO of Preventable Surprises

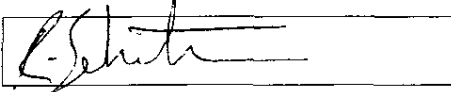
PART 4 – TRANSFERS OF ASSETS OTHER THAN FOR FULL CONSIDERATION – Please insert full details of any transfers of assets other than for full consideration e.g. Donations to outside bodies. If this does not apply you must state that "no transfer of assets other than for full consideration has been made" below.

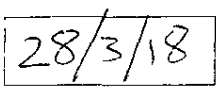
No dividends were paid and no assets were transferred

(Please continue on separate continuation sheet if necessary.)

PART 5 – SIGNATORY

The original report must be signed by a director or secretary of the company

Signed 

Date 

Office held (delete as appropriate) Director/Secretary

You do not have to give any contact information in the box opposite but if you do, it will help the Registrar of Companies to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record

Tel	
DX Number	DX Exchange

When you have completed and signed the form, please attach it to the accounts and send both forms by post to the Registrar of Companies at:

For companies registered in England and Wales: Companies House, Crown Way, Cardiff, CF14 3UZ
DX 33050 Cardiff

For companies registered in Scotland: Companies House, 4th Floor, Edinburgh Quay 2, 139
Fountainbridge, Edinburgh, EH3 9FF DX 235 Edinburgh or LP – 4 Edinburgh 2

For companies registered in Northern Ireland: Companies House, 2nd Floor, The Linenhall, 32-38
Linenhall Street, Belfast, BT2 8BG

The accounts and CIC34 **cannot** be filed online

(N.B. Please enclose a cheque for £15 payable to Companies House)