Sutton Decentralised Energy Network Limited

Filleted Financial Statements

31 March 2017

TURPIN BARKER ARMSTRONG
Chartered Certified Accountants & statutory auditor
Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA
Sutton Decentralised Energy Network Limited
Financial Statements
Period from 23 February 2016 to 31 March 2017

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Sutton Decentralised Energy Network Limited

Officers and Professional Advisers

| The board of directors | A R Cherrington  
|                        | L Gamble  
|                        | C J Rhodes  

| Registered office | 24 Denmark Road  
|                  | Carshalton  
|                  | Surrey  
|                  | SM5 2JG  

| Auditor | Turpin Barker Armstrong  
|         | Chartered Certified Accountants & statutory auditor  
|         | Allen House  
|         | 1 Westmead Road  
|         | Sutton  
|         | Surrey  
|         | SM1 4LA  

Sutton Decentralised Energy Network Limited

Directors' Responsibilities Statement

Period from 23 February 2016 to 31 March 2017

The directors are responsible for preparing the directors’ report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company’s transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.
## Sutton Decentralised Energy Network Limited

### Statement of Financial Position

#### 31 March 2017

<table>
<thead>
<tr>
<th>Note</th>
<th>Description</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td>5</td>
<td>Debtors</td>
<td>5,000</td>
</tr>
<tr>
<td>6</td>
<td>Creditors: amounts falling due within one year</td>
<td>161,598</td>
</tr>
<tr>
<td></td>
<td>Net current liabilities</td>
<td>156,598</td>
</tr>
<tr>
<td></td>
<td><strong>Total assets less current liabilities</strong></td>
<td><strong>(156,598)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>Net liabilities</strong></td>
<td><strong>(156,598)</strong></td>
</tr>
<tr>
<td></td>
<td><strong>Capital and reserves</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Called up share capital</td>
<td>5,000</td>
</tr>
<tr>
<td></td>
<td>Profit and loss account</td>
<td>(161,598)</td>
</tr>
<tr>
<td></td>
<td><strong>Members deficit</strong></td>
<td><strong>(156,598)</strong></td>
</tr>
</tbody>
</table>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the income statement has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 14 November 2017, and are signed on behalf of the board by:

- **A R Cherrington**  
  Director

- **L Gamble**  
  Director

- **C J Rhodes**  
  Director

Company registration number: 10022446

The notes on pages 4 to 5 form part of these financial statements.
1. **General information**

   The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 24 Denmark Road, Carshalton, Surrey, SM5 2JG.

2. **Statement of compliance**

   These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. **Accounting policies**

   **Basis of preparation**

   The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

   The financial statements are prepared in sterling, which is the functional currency of the entity.

   **Financial instruments**

   A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

   Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

   Debt instruments are subsequently measured at amortised cost.

   Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

   Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

   Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

   Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

   For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.
3. Accounting policies (continued)

Financial instruments (continued)

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Going concern

The financial statements have been prepared on a going concern basis despite the company having overall net liabilities of £156,598 as at 31st March 2017. The London Borough of Sutton, the ultimate controlling party of Sutton Decentralised Energy Network Limited, has provided assurances that it will support the company to enable to enable it to meet all liabilities as they fall due for a period of at least twelve months from the date of signing of these accounts. For this reason the directors feel that the going concern basis is appropriate.

5. Debtors

<table>
<thead>
<tr>
<th></th>
<th>31 Mar 17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other debtors</td>
<td>£</td>
</tr>
<tr>
<td></td>
<td>5,000</td>
</tr>
</tbody>
</table>

6. Creditors: amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>31 Mar 17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other creditors</td>
<td>£</td>
</tr>
<tr>
<td></td>
<td>161,598</td>
</tr>
</tbody>
</table>

7. Summary audit opinion

The auditor's report for the period dated 1/1/2017 was unqualified.

The senior statutory auditor was M C ARMSTRONG FCCA FABRP FIPA MBA FNARA, for and on behalf of Turpin Barker Armstrong.

8. Related party transactions

The company was under the direct control of Opportunity Sutton Limited throughout the current period, being its 100% subsidiary. Opportunity Sutton Limited was itself owned 100% by the London Borough of Sutton throughout the current period. During the period ended 31st March 2017 the London Borough of Sutton incurred expenses on behalf of Sutton Decentralised Energy Network Limited totalling £155,548, and this amount was still owed by the company to the London Borough of Sutton as at 31st March 2017.