

Report of the Directors and
Financial Statements
For The Period
10 January 2014 to 30 June 2015
for
PEC Renewables Limited

PEC Renewables Limited

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For The Period 10 January 2014 to 30 June 2015

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PEC Renewables Limited

Company Information
For The Period 10 January 2014 to 30 June 2015

DIRECTORS:

D R Garland
C J Penberthy
M Harriott
Ms T Sherston
T Sydenham
D Madge
L Richards

SECRETARY:

Ms T Sherston

REGISTERED OFFICE:

Ballard House
West Hoe Road
Plymouth
Devon
PL1 2AE

REGISTERED NUMBER:

32286R (England and Wales)

AUDITORS:

Bromhead
Chartered Accountants
Statutory Auditors
Harscombe House
1 Darklake View
Plymouth
Devon
PL6 7TL

PEC Renewables Limited

Report of the Directors
For The Period 10 January 2014 to 30 June 2015

The directors present their report with the financial statements of the company for the period 10 January 2014 to 30 June 2015.

INCORPORATION

The company was incorporated on 10 January 2014.

EVENTS SINCE THE END OF THE PERIOD

Information relating to events since the end of the period is given in the notes to the financial statements.

DIRECTORS

The directors who have held office during the period from 10 January 2014 to the date of this report are as follows:

P J Flukes - appointed 22 January 2014 - resigned 13 November 2014
D R Garland - appointed 22 January 2014
Ms B M Hampson - appointed 22 January 2014 - resigned 13 November 2014
C J Penberthy - appointed 22 January 2014
S A Harrison - appointed 1 September 2014 - resigned 13 November 2014
A Shadrake - appointed 1 September 2014 - resigned 13 November 2014
M Harriott - appointed 18 December 2014
Ms T Sherston - appointed 13 November 2014
T Sydenham - appointed 18 December 2014
D Madge - appointed 15 April 2015

L Richards was appointed as a director after 30 June 2015 but prior to the date of this report.

All the directors who are eligible offer themselves for election at the forthcoming first Annual General Meeting.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. 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 of the surplus or deficit 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 judgements 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Bromhead, will be proposed for re-appointment at the forthcoming Annual General Meeting.

PEC Renewables Limited

Report of the Directors
For The Period 10 January 2014 to 30 June 2015

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

ON BEHALF OF THE BOARD:

Ms T Sherston - Secretary

23 September 2015

Report of the Independent Auditors to the Members of
PEC Renewables Limited

We have audited the financial statements of PEC Renewables Limited for the period ended 30 June 2015 on pages five to nine. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2015 and of its deficit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Lee Curtis (Senior Statutory Auditor)
for and on behalf of Bromhead
Chartered Accountants
Statutory Auditors
Harscombe House
1 Darklake View
Plymouth
Devon
PL6 7TL

Date: *5th October 2015*

PEC Renewables Limited
Income and Expenditure Account
For The Period 10 January 2014 to 30 June 2015

	Notes	£
TURNOVER		137,399
Administrative expenses		<u>232,335</u>
OPERATING DEFICIT	2	(94,936)
Interest receivable and similar income		<u>1,267</u>
		<u>(93,669)</u>
Interest payable and similar charges		<u>1,950</u>
DEFICIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(95,619)
Tax on deficit on ordinary activities	3	<u>3,837</u>
DEFICIT FOR THE FINANCIAL PERIOD		<u>(99,456)</u>

The notes form part of these financial statements

Balance Sheet
30 June 2015

	Notes	£	£
FIXED ASSETS			
Tangible assets	4		929,204
CURRENT ASSETS			
Debtors	5	69,093	
Cash at bank		1,376,297	
		<u>1,445,390</u>	
CREDITORS			
Amounts falling due within one year	6	16,088	
NET CURRENT ASSETS			<u>1,429,302</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,358,506
CREDITORS			
Amounts falling due after more than one year	7		(1,000,000)
PROVISIONS FOR LIABILITIES	8		<u>(3,837)</u>
NET ASSETS			<u><u>1,354,669</u></u>
CAPITAL AND RESERVES			
Called up share capital	9		1,454,125
Income and expenditure account	10		<u>(99,456)</u>
SHAREHOLDERS' FUNDS			<u><u>1,354,669</u></u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 23 September 2015 and were signed on its behalf by:

Ms T Sherston - Director

PEC Renewables Limited

Notes to the Financial Statements
For The Period 10 January 2014 to 30 June 2015

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax, except in respect of service contracts where turnover is recognised when the company obtains the right to consideration.

Tangible fixed assets

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

Land and buildings	- over period of the lease
Plant and machinery etc	- over period of the lease

Deferred tax

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

2. OPERATING DEFICIT

The operating deficit is stated after charging:

	£
Depreciation - owned assets	<u>46,110</u>
Directors' remuneration and other benefits etc	<u>-</u>

3. TAXATION

Analysis of the tax charge

The tax charge on the deficit on ordinary activities for the period was as follows:

	£
Deferred tax	<u>3,837</u>
Tax on deficit on ordinary activities	<u>3,837</u>

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
Additions	<u>13,040</u>	<u>962,274</u>	<u>975,314</u>
At 30 June 2015	<u>13,040</u>	<u>962,274</u>	<u>975,314</u>
DEPRECIATION			
Charge for period	<u>733</u>	<u>45,377</u>	<u>46,110</u>
At 30 June 2015	<u>733</u>	<u>45,377</u>	<u>46,110</u>
NET BOOK VALUE			
At 30 June 2015	<u>12,307</u>	<u>916,897</u>	<u>929,204</u>

PEC Renewables Limited

Notes to the Financial Statements - continued
For The Period 10 January 2014 to 30 June 2015

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors	9,785
Other debtors	59,308
	<u>69,093</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	12,881
Other creditors	3,207
	<u>16,088</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	£
Other creditors	1,000,000

Amounts falling due in more than five years:

Repayable by instalments	
Other loans more 5yrs instal	<u>933,333</u>

8. PROVISIONS FOR LIABILITIES

	£
Deferred tax	3,837

Deferred
tax

	£
Accelerated capital allowances	105,677
Provision for losses	<u>(101,840)</u>

Balance at 30 June 2015	<u>3,837</u>
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9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
1,454,125	Ordinary	£1	<u>1,454,125</u>

1,454,125 Ordinary shares of £1 each were allotted and fully paid for cash at par during the period.

The society is a company limited by guarantee and registered under the Co-operative and Community Benefit Societies Act 2014. The society's rules allow shares with a nominal value of £1 to be issued to members. Shares have been issued in order to raise funds to invest in community-owned renewable energy installations across the city. This has enabled solar panels to be installed on the roofs of schools across the city.

The holders of these shares have no additional rights over other members and each member is entitled to one vote at a general meeting of the company regardless of their shareholding. There is no additional obligation on shareholders to contribute in the event of the company being wound up.

PEC Renewables Limited

Notes to the Financial Statements - continued
For The Period 10 January 2014 to 30 June 2015

9. CALLED UP SHARE CAPITAL - continued

The society is a company limited by guarantee and registered under the Co-operative and Community Benefit Societies Act 2014. The society's rules allow shares with a nominal value of £1 to be issued to members. Shares have been issued in order to raise funds to invest in community-owned renewable energy installations across the city. This has enabled solar panels to be installed on the roofs of schools across the city.

The holders of these shares have no additional rights over other members and each member is entitled to one vote at a general meeting of the company regardless of their shareholding. There is no additional obligation on shareholders to contribute in the event of the company being wound up.

10. RESERVES

	Income and expenditure account £
Deficit for the period	(99,456)
At 30 June 2015	(99,456)

11. RELATED PARTY DISCLOSURES

A loan existed between the company and Plymouth Energy Community Ltd, a company with directors in common. At the end of the period £1,000,000 was owed to Plymouth Energy Community Ltd.

Plymouth Energy Community Ltd also provided set up, business development and administration services to PEC Renewables Ltd totalling £56,916. A balance of £5,499 was outstanding at the period end.

Plymouth Energy Community Ltd also subscribed for £50 of shares which were fully paid by the period end.

12. POST BALANCE SHEET EVENTS

The Directors have agreed with shareholders, but not signed contracts at 30 June 2015 to spend in the region of £1,250,000 in the forthcoming year in respect of the next phase of development projects.

13. ULTIMATE CONTROLLING PARTY

The company is under the control of the directors.

PEC Renewables Limited

Detailed Income and Expenditure Account
For The Period 10 January 2014 to 30 June 2015

	£	£
Turnover		
Power sales	34,147	
Feed in Tariffs	90,272	
Grants	12,980	
		<u>137,399</u>
Other income		
Deposit account interest		1,267
		<u>138,666</u>
Expenditure		
Insurance	3,728	
Advertising	12,861	
Subscriptions	193	
Repairs and renewals	3,000	
Sundry expenses	117	
Management fee	30,000	
Accountancy	5,190	
Meter costs	909	
Legal & professional fees	129,346	
		<u>185,344</u>
		(46,678)
Finance costs		
Bank charges	881	
Interest paid	1,950	
		<u>2,831</u>
		(49,509)
Depreciation		
Short leasehold	733	
Plant and machinery	45,377	
		<u>46,110</u>
NET DEFICIT		<u>(95,619)</u>