

**Company Registration Number 03378611**

**THRIVE RENEWABLES (BEOCHLICH)  
LIMITED  
(Formerly Triodos Renewables (Beochlich) Limited)**

**Annual Report and Financial Statements**

**For the year ended 31 December 2015**

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# **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

## **ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015**

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# **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

### **DIRECTORS**

Matthew Clayton  
Katrina Cross  
Monika Paplaczyk

### **REGISTERED OFFICE**

Triodos Bank NV  
Deanery Road  
Bristol  
BS1 5AS

### **BANKERS**

Triodos Bank NV  
Deanery Road  
Bristol  
BS1 5AS

### **SOLICITORS**

TLT Solicitors LLP  
One Redcliff Street  
Bristol  
BS1 6TP

### **AUDITOR**

Deloitte LLP  
Bristol

## **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

### **DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 31 December 2015.

This directors' report has been prepared in accordance with the provisions applicable to small companies entitled to the small companies' exemption.

The company meets the definition of a qualifying entity under Financial Reporting Standard 100 issued by the Financial Reporting Council. Accordingly in the year ended 31 December 2015 the company has changed its accounting framework from UK GAAP to Financial Reporting Standard 101 as issued by the Financial Reporting Council. The prior year financial statements were re-stated for material adjustments on adoption of Financial Reporting Standard 101 in the current year. For further information see note 18.

### **ACTIVITIES**

The principal activity of the company during the year was the development and operation of a small-scale hydro-electric project at Balliemeanoch, Argyll. It changed its name from Triodos Renewables (Beochlich) Limited to Thrive Renewables (Beochlich) Limited on 23 March 2016.

### **RESULTS AND DIVIDENDS**

The trading results for the financial year and the company's position at the year-end are shown in the attached financial statements. The directors consider the future prospects of the company to be favourable. The directors paid an interim dividend of £75,000 (2014: £100,000).

### **GOING CONCERN**

The company operates within the electricity industry and benefits from long-term contracted revenues. In addition, the directors consider that the company and the group, of which it is a part, have sufficient cash funds and finance facilities available for future investment and cash flow needs going forward.

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the directors continue to adopt the going concern basis in preparing the annual report and financial statements.

### **DIRECTORS**

The directors of the company are shown on page 1. All directors served throughout the year and subsequently, unless noted below:

Monika Paplaczky (appointed 6 August 2015)  
Triodos Corporate Officer Limited (resigned 16 March 2016)


### **AUDITOR**

In the case of each of the persons who are directors of the company at the date when this report is approved:

- so far as each of the directors is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each of the directors has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the Board of Directors  
and signed on behalf of the Board

  
**Katrina Cross**  
Director

## **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

### **DIRECTORS' RESPONSIBILITIES STATEMENT**

The directors are responsible for preparing the annual report 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), including Financial Reporting Standard 101 Reduced Disclosure Framework. 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 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 judgements and accounting estimates that are reasonable and prudent; and
- 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.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THRIVE RENEWABLES (BEOCHLICH) LIMITED**

We have audited the financial statements of Thrive Renewables (Beochlich) Limited for the year ended 31 December 2015 which comprise the Income Statement, the Balance Sheet, the Statement of Changes in Equity and the related notes 1 to 18. The financial reporting framework that has been applied in their preparation is applicable law and with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 101 Reduced Disclosure Framework.

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 an auditor's report 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 auditor**

As explained more fully in the Directors' Responsibilities Statement, 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 annual report 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 31 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in [the Strategic Report and] the Directors' Report 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 take advantage of the small companies' exemption from preparing a Strategic Report or in preparing the Directors' Report.



**Mark Taylor (Senior statutory auditor)**  
**for and on behalf of Deloitte LLP**  
Chartered Accountants and Statutory Auditor  
Bristol, United Kingdom

26 September 2016

# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## INCOME STATEMENT

For the year ended 31 December 2015

	Note	2015 £	2014 £
<b>REVENUE</b>		313,009	242,161
Cost of sales		(254,979)	(199,061)
<b>GROSS PROFIT</b>		58,030	43,100
Administrative expenses		(15,637)	(13,719)
<b>OPERATING PROFIT</b>	3	42,393	29,381
Interest receivable and similar income		352	458
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		42,745	29,839
Tax charge on profit on ordinary activities	5	(9,000)	(12,019)
<b>PROFIT FOR THE FINANCIAL YEAR</b>		33,745	17,820

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the profit for the current and the prior financial year. Accordingly, no separate statement of comprehensive income has been presented.

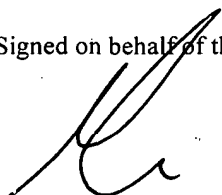
# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## BALANCE SHEET At 31 December 2015

	Note	2015	2014
		£	£
<b>FIXED ASSETS</b>	7		
Tangible fixed assets		450,019	416,078
<b>CURRENT ASSETS</b>			
Debtors	8	138,544	244,026
Cash at bank and in hand		108,810	43,526
		247,354	287,552
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	9	(172,998)	(124,608)
<b>NET CURRENT ASSETS</b>		74,356	162,944
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		524,375	579,022
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	10	(5,168)	(5,168)
<b>PROVISIONS FOR LIABILITIES</b>	11	(37,775)	(51,167)
<b>NET ASSETS</b>		481,432	522,687
<b>CAPITAL AND RESERVES</b>			
Called up share capital	12	474,500	474,500
Retained earnings	13	6,932	48,187
<b>SHAREHOLDERS' FUNDS</b>		481,432	522,687

The financial statements of Thrive Renewables (Beochlich) Limited, registered number 03378611, were approved by the Board of Directors and authorised for issue on *26 September 2016*

Signed on behalf of the Board of Directors



**Matthew Clayton**  
Director



# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## STATEMENT OF CHANGES IN EQUITY At 31 December 2015

	Called up share capital £	Retained earnings £	Total £
At 1 January 2014	474,500	130,367	604,867
Total comprehensive income for the financial year	-	17,820	17,820
Dividend	-	(100,000)	(100,000)
At 31 December 2014	474,500	48,187	522,687
Total comprehensive income for the financial year	-	33,745	33,745
Dividend	-	(75,000)	(75,000)
At 31 December 2015	474,500	6,932	481,432

## **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS** **For the Year ended 31 December 2015**

#### **1. ACCOUNTING POLICIES**

The particular accounting policies adopted, which have been applied consistently throughout the current and the prior financial year, are described below.

##### **Basis of accounting**

These financial statements are separate financial statements. The Company is exempt from the preparation and delivery of consolidated financial statements, because it is included in the group financial statements of Thrive Renewables plc. The group financial statements of Thrive Renewables plc are available to the public and can be obtained from the registered office. The registered office address of the parent Company preparing consolidated financial statements is Thrive Renewable plc, Deanery Road, Bristol, BS1 5AS.

The company meets the definition of a qualifying entity under Financial Reporting Standard 100 issued by the Financial Reporting Council. Accordingly in the year ended 31 December 2015 the company has changed its accounting framework from Pre-2015 UK GAAP to Financial Reporting Standard 101 as issued by the Financial Reporting Council and has, in doing so, applied the requirements of IFRS 1.6-33 and related appendices. These financial statements were prepared in accordance with FRS 101 'Reduced Disclosure Framework' as issued by the Financial Reporting Council. The prior year financial statements were re-stated for material adjustments on adoption of Financial Reporting Standard 101 in the current year. For further information see note 18.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to financial instruments, capital management, presentation of comparative information in respect of certain assets, presentation of a cash flow statement, standards not yet effective, impairment of assets and related party transactions. Where relevant, equivalent disclosures have been given in the group financial statements of Thrive Renewables plc.

The financial statements are prepared under the historical cost basis.

The financial statements are prepared in pounds sterling, which is the company's functional currency.

##### **Adoption of new and revised Standards**

As explained above the company has adopted Financial Reporting Standard 101 for the first time in the current year. As part of this adoption the following new and revised Standards have been adopted in the current year. The application of these specific Standards and Interpretations has not had a material effect on the company.

- Annual improvements to IFRS 2011 - 2013

##### **Going concern**

The financial statements adopt the going concern basis on the grounds that the directors believe the company has adequate resources to continue in operational existence for the foreseeable future. Further details are included in the Directors' Report.

##### **Revenue and revenue recognition**

Revenue represents amounts derived from the provision of goods and services which fall within the company's ordinary activities after deduction of trade discounts and value added tax. The Revenue and pre-tax profit, all of which arises in the United Kingdom, is attributable to the company's principal activity.

Revenue from the supply of electricity represents the value of electricity generated under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due.

## **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**For the Year ended 31 December 2015**

#### **1. ACCOUNTING POLICIES (continued)**

##### **Tangible fixed assets**

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset on a straight line basis as follows:

Plant and machinery	over 20 years
---------------------	---------------

The estimated useful lives, residual values and depreciation methods are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

##### **Taxation**

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised only to the extent that the directors consider that it is probable that there will be suitable taxable profits against which deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the balance sheet date.

##### **Leases**

Rentals in respect of operating leases are charged to the income statement in equal annual amounts over the lease term.

##### **Operating profit**

Operating profit is stated as profit from operations, but before investment income and finance costs.

##### **Financial instruments**

Financial assets and financial liabilities are recognised in the company's balance sheet when the company becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

##### **Financial assets**

On initial recognition, financial assets are classified into held-to-maturity investments held-for-trading; designated as at fair value through profit or loss; loans and receivables; or available-for-sale financial assets.

## **THRIVE RENEWABLES (BEOCHLICH) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **For the Year ended 31 December 2015**

#### **1. ACCOUNTING POLICIES (continued)**

##### ***Loans and receivables***

Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

##### ***Impairment of financial assets***

Financial assets, other than those at fair value through profit and loss, are assessed for indicators of impairment at each balance sheet date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flow of the investment have been affected.

For financial assets carried at amortised cost, the amount of the impairment is the differences between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets.

##### ***Financial liabilities and equity***

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.

##### ***Equity instruments***

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

##### ***Financial liabilities***

Financial liabilities are classified as either financial liabilities "at fair value through profit and loss" or "other financial liabilities".

##### ***Other financial liabilities***

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

## THRIVE RENEWABLES (BEOCHLICH) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year ended 31 December 2015

#### 2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, which are described in note 1 above, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimate are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

##### Impairment of tangible fixed assets

Determining whether tangible fixed assets are impaired requires an estimation of the value in use of the related assets. The value in use calculation requires the entity to estimate the future cash flows expected to arise from the asset and a pre-tax discount rate of 10% in order to calculate present value. Forecast wind volumes are based on wind studies carried out at the commencement of each project, adjusted for experience as necessary. Electricity prices are determined with reference to externally sourced forward price curves, on contracted rates as appropriate. Forecasts cover the expected life of each project. There is no evidence of impairment.

#### 3. OPERATING PROFIT

	2015 £	2014 £
Operating profit is stated after charging:		
Operating lease charges – land and buildings	23,118	16,425
Depreciation	95,350	87,600
Auditor's remuneration – audit services	2,827	2,745

Fees payable to the company's Auditor for non-audit services to the company are not required to be disclosed because these are disclosed in the consolidated financial statements of Thrive Renewables plc.

#### 4. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The company had no employees in either year. The remuneration of the directors was paid by and is dealt with in the financial statements of Thrive Renewables plc. It is not practicable to allocate their remuneration between their services as directors of Thrive Renewables plc and their services as directors of other companies within the Thrive Renewables plc group.

# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) For the Year ended 31 December 2015

### 5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2015 £	2014 £
<b>Current taxation</b>		
United Kingdom corporation tax:		
Current tax on income for the year at 20.25% (2014: 21.49%)	22,393	24,134
<b>Deferred taxation</b>		
Origination and reversal of timing differences	(9,309)	(13,019)
Effect of changes to tax rates	(4,082)	904
	(13,393)	(12,115)
<b>Tax charge on profit on ordinary activities</b>	<u>9,000</u>	<u>12,019</u>

The difference between the current taxation shown above and the amount calculated by applying the standard rate of UK corporation tax to the profit before tax is as follows:

	2015 £	2014 £
Profit on ordinary activities before tax	42,745	29,839
	£	£
Tax on profit on ordinary activities before tax at 20.25% (2014: 21.49%)	8,654	6,413
Factors affecting charge for the year:		
Expenses not deductible for tax purposes	4,430	4,702
Adjustments to tax charge in respect of previous periods	(4,084)	904
<b>Tax charge for the year</b>	<u>9,000</u>	<u>12,019</u>

The forthcoming phased change in the corporation tax rate to 18% in future years will not materially affect the future tax charge.

### 6. DIVIDENDS

	2015 £	2014 £
Dividend paid of 15.81p per share (2014: 21.2p per share)	<u>75,000</u>	<u>100,000</u>

# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) For the Year ended 31 December 2015

### 7. TANGIBLE FIXED ASSETS

	Plant and machinery £
<b>Cost</b>	
At 1 January 2014 and 31 December 2014	1,751,922
Additions	129,291
<b>At 31 December 2015</b>	<b>1,881,213</b>
<b>Accumulated depreciation</b>	
At 1 January 2014	1,248,244
Charge for the year	87,600
At 31 December 2014	1,335,844
Charge for year	95,350
<b>At 31 December 2015</b>	<b>1,431,194</b>
<b>Net book value</b>	
<b>At 31 December 2015</b>	<b>450,019</b>
<b>At 31 December 2014</b>	<b>416,078</b>

### 8. DEBTORS

	2015 £	2014 £
Trade debtors	-	52,110
Amounts owed by group undertakings	78,725	84,540
Prepayments and accrued income	58,283	107,376
VAT	1,536	-
	<b>138,544</b>	<b>244,026</b>

### 9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 £	2014 £
Trade creditors	13,323	8,102
Other taxation and social security	-	13,857
Accruals and deferred income	61,708	27,075
Group relief creditor	97,967	75,574
	<b>172,998</b>	<b>124,608</b>

**THRIVE RENEWABLES (BEOCHLICH) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**For the Year ended 31 December 2015**

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2015 £	2014 £
Amounts owed to group undertakings	5,168	5,168

**11. PROVISIONS FOR LIABILITIES**

	2015 £	2014 £
The movement in the deferred taxation provision during the year was:		
Provision brought forward	51,167	63,282
Credit to income statement	(13,392)	(12,115)
<b>Provision carried forward</b>	<b>37,775</b>	<b>51,167</b>

The amounts of deferred taxation provided in the financial statements are as follows:

	£	£
Accelerated capital allowances	37,775	51,167

**12. CALLED UP SHARE CAPITAL**

	2015 £	2014 £
Allotted, called up and fully paid 474,500 Ordinary shares of £1 each	474,500	474,500



# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) For the Year ended 31 December 2015

### 13. PROFIT AND LOSS ACCOUNT

	2015 £
Balance at 1 January 2014	132,368
Effect of change in accounting framework (note 18)	(2,001)
<b>Restated balance at 1 January 2014</b>	<b>130,367</b>
Dividends paid (note 6)	(100,000)
Net profit for the year	17,820
<b>Balance at 1 January 2015</b>	<b>48,187</b>
Dividends paid (note 6)	(75,000)
Net profit for the year	33,745
<b>Balance at 31 December 2015</b>	<b>6,932</b>

### 14. COMMITMENTS UNDER OPERATING LEASES

At the balance sheet date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Land and buildings 2015 £	2014 £
Within one year	11,082	10,173
Between two and five years	44,328	40,692
After five years	32,246	43,328

### 15. FINANCIAL INSTRUMENTS

#### Fair value of financial instruments

All financial instruments are held at amortised cost. The directors consider that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximates to their fair values. Where the financial instruments are of short maturity, the carrying value is equal to the fair value.

### 16. RELATED PARTY TRANSACTIONS

As a wholly-owned subsidiary of Thrive Renewables plc, the company has taken advantage of the exemption under financial Reporting Standard 8 not to disclose related party transactions with group companies.

All of the company's banking facilities are provided by Triodos Bank NV, a subsidiary of Stichting Triodos Holding headed by Thrive Renewables plc. There are no favourable terms attached to the facilities provided.

# THRIVE RENEWABLES (BEOCHLICH) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year ended 31 December 2015

### 17. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The directors regard Thrive Renewables plc, a company incorporated in England and Wales, as the company's ultimate parent undertaking. Thrive Renewables plc is the parent of the smallest and largest group of which the company is a member and for which group financial statements are prepared. Copies of the financial statements of Thrive Renewables plc can be obtained from the company secretary at the registered office.

The company's ultimate controlling party at 31 December 2015 is Stichting Triodos Holdings. Further to an agreement between Thrive Renewables plc and Triodos Bank, on 29 February 2016 the company bought back the controlling A share from Stichting Triodos Holding and this share was subsequently cancelled. As a result, subsequent to 29 February 2016, the directors regard Thrive Renewables plc as the ultimate controlling party.

### 18. EXPLANATION OF TRANSITION TO FINANCIAL REPORTING STANDARD 101

This is the first year that the company has presented its financial statements under Financial Reporting Standard 101 (FRS 101) issued by the Financial Reporting Council. The following disclosures are required in the year of transition. The last financial statements under a previous GAAP (UK GAAP) were for the year ended 31 December 2014 and the date of transition to Financial Reporting Standard 101 was therefore 1 January 2014.

	At At 1 January 2014 £	31 December 2014 £
<b>Reconciliation of equity</b>		
Equity reported under previous UK GAAP	606,868	523,461
<b>Adjustments to equity on transition to FRS 101</b>		
Reversal of deferred tax discounting (note i)	(2,001)	(774)
<b>Equity reported under FRS 101</b>	<u>604,867</u>	<u>522,687</u>
<b>Reconciliation of total comprehensive income for the year ended 31 December 2014</b>		£
Total comprehensive income for the financial year under previous UK GAAP		<u>16,593</u>
Reversal of deferred tax discounting (note i)		<u>1,227</u>
<b>Total comprehensive income for the financial year under FRS 101</b>		<u>17,820</u>

#### Notes to the reconciliations

- (i) Under Financial Reporting Standard 19 the company discounted its deferred tax liability to take into account the time value of money. Discounting of deferred tax liabilities is not allowable under Financial Reporting Standard 101 and hence the discount on the deferred tax liability was reversed at the transition date. The movement in the discount in the financial year ended 31 December 2014 was also reversed.