

RENEWABLE TECHNICAL SERVICES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016

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RENEWABLE TECHNICAL SERVICES LIMITED
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For The Year Ended 30 June 2016

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RENEWABLE TECHNICAL SERVICES LIMITED

COMPANY INFORMATION
For The Year Ended 30 June 2016

DIRECTORS:

C Palmer
D Steventon

SECRETARY:

C Palmer

REGISTERED OFFICE:

Unit 2, Constellation Park
Orion Way
Kettering
Northamptonshire
NN15 6NL

REGISTERED NUMBER:

06087965 (England and Wales)

AUDITORS:

Haines Watts South Midlands Audit LLP
1 Rushmills
Northampton
Northamptonshire
NN4 7YB

RENEWABLE TECHNICAL SERVICES LIMITED

MANAGING DIRECTOR'S REPORT For The Year Ended 30 June 2016

On behalf of the board of directors I am pleased to inform you of the results of Renewable Technical Services Limited for the twelve months to 30th June 2016.

During this period the Company achieved turnover of £3,865,474 and a profit of £169,258 before interest and tax.

This is an increase in turnover of 31% over the previous year. This EBIT figure includes a charge of £35,000 to cover costs incurred in obtaining a tax credit of £162,071 from HMRC in respect of Research and Development undertaken by the Company. This level of investment underpins the strategy that the future success of the Company will be driven by innovation and technical excellence. This means that the operational EBIT was in fact £204,258.

The move into EBIT profit vindicates the Company's strategy of securing long term framework agreements with all five of the major Wind Turbine OEMs. The Company has also widened its geographical footprint winning contracts in the USA, Canada, Mexico and Scandinavia, which reduces the effect of seasonality.

The year saw major contract wins in the UK both onshore and offshore with key industry giants such as MHI Vestas and Servion, it also brought new contracts in Europe with Nordex and in the USA and Canada with International Wind. Our engineering field teams grew by 150% and further strength was added to the management structure to ensure the ongoing delivery of quality and commitment to our global client base.

The business has also invested heavily in technology, developing a highly efficient and safe means of accessing turbine blades in situ, reducing down time. It is also in the process of developing a cloud based information system for real time use engineers and customers.

The current year has started well with record revenues in the first quarter, projecting a doubling of sales and a strengthening of margins. Taking into account new orders won and the high level discussions with customers for future work I am extremely confident that the business will report substantial growth in Revenue and an EBIT profit this year as well as generating a significant amount of cash reserves. This will enable the business to fund any increase in working capital as it grows and provide the investment required to ensure that the company can continue to provide a best in class service to its customers.

I can confirm that the Company has set a number of KPI's to be achieved in the coming year. These are;

- To be able to demonstrate an outstanding commitment to the health, safety and wellbeing of our employees
- To achieve significant growth in the business, maintaining margins and strengthening the financial position of the company
- To concentrate on providing more innovative technical services within our existing market areas by the further development of our core skills
- To continue to increase the training, skills and motivation of our workforce

Finally, I would also like to pay tribute to the hard work and dedication of the entire RTS team, which has contributed to the successful development of the company and in positioning it to achieve even greater things in the coming year.

This report was approved on behalf of the Board on 28th November 2016....

**REPORT OF THE INDEPENDENT AUDITORS TO
RENEWABLE TECHNICAL SERVICES LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages three to six, together with the full financial statements of Renewable Technical Services Limited for the year ended 30 June 2016 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Gary Woodhall ACA (Senior Statutory Auditor)
for and on behalf of Haines Watts South Midlands Audit LLP
1 Rushmills
Northampton
Northamptonshire
NN4 7YB

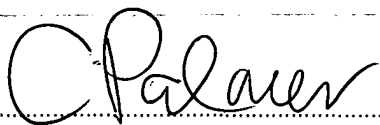
Date: 25/01/17

ABBREVIATED BALANCE SHEET
30 June 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	2	187,532	153,667
Investments	3	<u>1</u>	<u>1</u>
		187,533	153,668
CURRENT ASSETS			
Stocks		308,318	157,623
Debtors		1,678,208	1,322,452
Cash at bank and in hand		<u>87,619</u>	<u>203,056</u>
		2,074,145	1,683,131
CREDITORS			
Amounts falling due within one year	4	<u>1,482,875</u>	
NET CURRENT ASSETS/(LIABILITIES)		<u>591,270</u>	<u>(114,881)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		778,803	38,787
CREDITORS			
Amounts falling due after more than one year	4	(2,086,909)	(1,426,675)
PROVISIONS FOR LIABILITIES		<u>(57,654)</u>	<u>(70,454)</u>
NET LIABILITIES		<u>(1,365,760)</u>	<u>(1,458,342)</u>
CAPITAL AND RESERVES			
Called up share capital	5	284	284
Share premium		467,277	467,277
Profit and loss account		<u>(1,833,321)</u>	<u>(1,925,903)</u>
SHAREHOLDERS' FUNDS		<u>(1,365,760)</u>	<u>(1,458,342)</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 28th November 2016 and were signed on its behalf by:



Director

RENEWABLE TECHNICAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For The Year Ended 30 June 2016

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 January 2015).

Turnover

Turnover represents the value of services provided under contracts to the extent that there is a 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- 25% on cost
Plant and machinery	- 20% on reducing balance
Computer equipment	- 33% on cost
Motor vehicles	- 25% on reducing balance
Office equipment	- 20% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress

Where the outcome of a long term contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion. This is measured by reference to the contract labour costs incurred to date as a percentage of the estimated total contract labour costs.

Where the outcome of a long term contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

When it is probable that the total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Progress payments received, when greater than recorded turnover, are deducted from the value of work in progress.

Deferred tax

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

RENEWABLE TECHNICAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
For The Year Ended 30 June 2016

2. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 July 2015	270,541
Additions	137,194
Disposals	<u>(74,068)</u>
At 30 June 2016	<u>333,667</u>
DEPRECIATION	
At 1 July 2015	116,874
Charge for year	80,202
Eliminated on disposal	<u>(50,941)</u>
At 30 June 2016	<u>146,135</u>
NET BOOK VALUE	
At 30 June 2016	<u>187,532</u>
At 30 June 2015	<u>153,667</u>

3. FIXED ASSET INVESTMENTS

	Investments other than loans £
COST	
At 1 July 2015 and 30 June 2016	<u>1</u>
NET BOOK VALUE	
At 30 June 2016	<u>1</u>
At 30 June 2015	<u>1</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Renewable Technical Services Trustees Limited

Nature of business: Trustee of an Employee Benefit Trust

	%
Class of shares:	holding
Ordinary	100.00

4. CREDITORS

Creditors include an amount of £2,095,832 (2015 - £1,920,730) for which security has been given.

5. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016 £	2015 £
9,147	Ordinary	1.25p	114	114
13,589	Ordinary A	1.25p	<u>170</u>	<u>170</u>
			<u>284</u>	<u>284</u>

RENEWABLE TECHNICAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
For The Year Ended 30 June 2016

6. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 June 2016 and 30 June 2015:

	2016 £	2015 £
C Palmer		
Balance outstanding at start of year	32,677	32,677
Amounts repaid	-	-
Balance outstanding at end of year	<u>32,677</u>	<u>32,677</u>