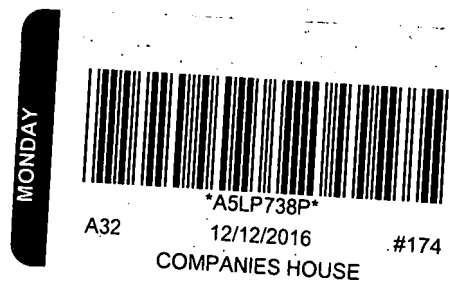


DAFEN POWER LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016



DAFEN POWER LIMITED

COMPANY INFORMATION

Directors

A Fraser
M Tucker

Company secretary

K Paget

Registered number

08075649

Registered office

First Floor
18 Park Place
Cardiff
CF10 3DQ

DAFEN POWER LIMITED

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DAFEN POWER LIMITED
REGISTERED NUMBER: 08075649

BALANCE SHEET
AS AT 31 MARCH 2016

	Note	2016 £	2015 £
Current assets			
Debtors: amounts falling due within one year	5	200,000	200,000
Cash at bank and in hand	6	1,096	1,196
		<u>201,096</u>	<u>201,196</u>
Total assets less current liabilities		<u>201,096</u>	<u>201,196</u>
Net assets		<u>201,096</u>	<u>201,196</u>
Capital and reserves			
Called up share capital	8	125,000	125,000
Profit and loss account	9	76,096	76,196
		<u>201,096</u>	<u>201,196</u>

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

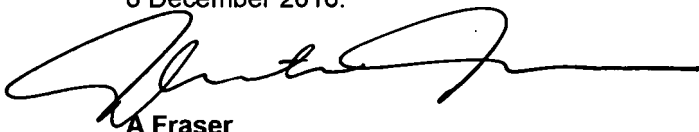
The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the profit and loss account in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 8 December 2016.



A Fraser

Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

1. General information

Dafen Power Limited is a company incorporated in the United Kingdom under the Companies Act 2006.

The company is a private company limited by shares and is registered in England and Wales. The address of the registered office is given in the company information section of the accounts.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The company has ceased trading and is expected to remain non-trading for the foreseeable future. As a result the financial statements have been prepared on a basis other than of a going concern which includes, where appropriate, writing down the assets of the company to expected net realisable value, no adjustments arose as result of ceasing to apply the going concern basis.

2.3 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.4 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.5 Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference

DAFEN POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

2. Accounting policies (continued)

2.5 Financial instruments (continued)

between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The directors do not consider there to be any significant judgement or key uncertainties in applying the accounting policies described in note 2.

4. Employees

The company had no employees during the financial year or the prior year, except for the directors.

5. Debtors

	2016 £	2015 £
Amounts owed by group undertakings	200,000	200,000
	<u>200,000</u>	<u>200,000</u>

6. Cash and cash equivalents

	2016 £	2015 £
Cash at bank and in hand	1,097	1,196
	<u>1,097</u>	<u>1,196</u>

DAFEN POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

7. Financial instruments

	2016 £	2015 £
Financial assets		
Cash and cash equivalents	1,097	1,196
Financial assets measured at undiscounted amount receivable	200,000	200,000
	<u>201,097</u>	<u>201,196</u>

Financial assets measured at undiscounted amounts receivable comprise intercompany debtors.

8. Share capital

	2016 £	2015 £
Shares classified as equity		
Allotted, called up and fully paid		
500,000 ordinary shares shares of £0.25 each	<u>125,000</u>	<u>125,000</u>

9. Reserves

Profit and loss account

The profit and loss reserve represents cumulative profits or losses, net of dividends paid and other adjustments.

10. Related party transactions

There no transactions with related parties outside the Carron Energy Limited group of companies in either period.

11. Controlling party

The immediate parent company is Carron Energy Limited a company incorporated in the United Kingdom. Alex Lambie was considered by the directors to be ultimate controlling party up until the 12 November 2015. As of 12 November 2015 Alastair Fraser, a director of the company and members of close family control the company as a result of controlling, directly or indirectly, 55% of the issued share capital of Carron Energy Limited.

The smallest and largest group of which the company is a member and for which consolidated financial statements are prepared is Carron Energy Limited. Copies of the financial statements can be obtained from Carron Energy Limited, First Floor, 18 Park Place, Cardiff, United Kingdom, CF10 3DQ.

DAFEN POWER LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

12. Explanation of transition to FRS 102

This is the first year that the company has presented its financial statements under Financial Standard 102 (FRS102) issued by the Financial Reporting Council. The last financial statements under previous GAAP were for the year ended 31 March 2015 and the date of transition to FRS 102 was therefore 1 April 2014. As a consequence of adopting FRS 102, there have been no changes to the equity or result previously disclosed.