

Addison Energy Limited
Unaudited Financial Statements
17 March 2020

AMBERSIDE ACCOUNTING LTD

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Addison Energy Limited

Financial Statements

Period from 1 April 2019 to 17 March 2020

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Addison Energy Limited

Directors' Report

Period from 1 April 2019 to 17 March 2020

The directors present their report and the unaudited financial statements of the company for the period ended 17 March 2020.

Directors

The directors who served the company during the period were as follows:

Dr S D Fawkes
Mr E B N Guinness

Mr Edward Benjamin Newton Guinness and Dr Steven Derrick Fawkes resigned as directors on 18 March 2020. Mr David Gudgin and Mr Ka Wai Yu were appointed as directors on the same date.

Events after the end of the reporting period

Particulars of events after the reporting date are detailed in note 10 to the financial statements.

Small company provisions

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

This report was approved by the board of directors on 16 March 2021 and signed on behalf of the board by:



Mr K W Yu
Director

Registered office:
1 (c/o Albion Capital)
Benjamin Street
London
England
EC1M 5QL

Addison Energy Limited

Statement of Income and Retained Earnings

Period from 1 April 2019 to 17 March 2020

	Note	Period from 1 Apr 19 to 17 Mar 20 £	Year to 31 Mar 19 £
Turnover		413,347	439,875
Cost of sales		83,270	33,056
Gross profit		<u>330,077</u>	<u>406,819</u>
Administrative expenses		393,416	395,954
Other operating income		—	77,222
Operating (loss)/profit		<u>(63,339)</u>	<u>88,087</u>
Other interest receivable and similar income		628	134,616
(Loss)/profit before taxation	5	<u>(62,711)</u>	<u>222,703</u>
Tax on (loss)/profit		—	—
(Loss)/profit for the financial period and total comprehensive income		<u>(62,711)</u>	<u>222,703</u>
Retained losses at the start of the period		<u>(153,741)</u>	<u>(376,444)</u>
Retained losses at the end of the period		<u>(216,452)</u>	<u>(153,741)</u>

All the activities of the company are from continuing operations.

The notes on pages 4 to 8 form part of these financial statements.

Addison Energy Limited

Statement of Financial Position (continued)

17 March 2020

	Note	17 Mar 20 £	31 Mar 19 £
Fixed assets			
Tangible assets	6	2,884,613	3,083,221
Investments	7	—	1
		<u>2,884,613</u>	<u>3,083,222</u>
Current assets			
Debtors	8	85,031	206,280
Cash at bank and in hand		1,577,461	1,301,510
		<u>1,662,492</u>	<u>1,507,790</u>
Creditors: amounts falling due within one year	9	<u>59,460</u>	<u>40,656</u>
Net current assets		<u>1,603,032</u>	<u>1,467,134</u>
Total assets less current liabilities		<u>4,487,645</u>	<u>4,550,356</u>
Net assets		<u>4,487,645</u>	<u>4,550,356</u>
Capital and reserves			
Called up share capital		4,704,097	4,704,097
Profit and loss account		(216,452)	(153,741)
Shareholders funds		<u>4,487,645</u>	<u>4,550,356</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the period ending 17 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 16 March 2021, and are signed on behalf of the board by:



Mr K W Yu
Director

Company registration number: 08268408

The notes on pages 4 to 8 form part of these financial statements.

Addison Energy Limited

Notes to the Financial Statements

Period from 1 April 2019 to 17 March 2020

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 1 (c/o Albion Capital), Benjamin Street, London, EC1M 5QL, England.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

3. Accounting policies.

Basis of preparation

The financial statements have been prepared on the going concern basis and under the historical cost convention as modified by the revaluation of land and buildings and certain financial instruments measured at fair value in accordance with the accounting policies.

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

Going concern

After reviewing the company's forecasts and projections, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

Revenue recognition

Turnover represents amounts receivable for energy generated in the year net of any applicable value added tax. Any income not invoiced is accrued in the period in which it has been generated.

Tangible assets

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss.

Addison Energy Limited

Notes to the Financial Statements *(continued)*

Period from 1 April 2019 to 17 March 2020

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - Inverter 10% straight line, Other 5% straight line

Investments

Fixed asset investments are stated at cost less provision for any permanent diminution in value.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses.

Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted.

Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Addison Energy Limited

Notes to the Financial Statements (continued)

Period from 1 April 2019 to 17 March 2020

3. Accounting policies (continued)

Impairment of fixed assets (continued)

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Financial instruments

Debt instruments (other than those wholly repayable or receivable in 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 debtors and creditors, 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 financial 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, 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.

4. Employee numbers

The average number of persons employed by the company during the period amounted to 1 (2019: 1).

5. Profit before taxation

Profit before taxation is stated after charging:

	Period from 1 Apr 19 to 17 Mar 20 £	Year to 31 Mar 19 £
Depreciation of tangible assets	198,608	212,447

Addison Energy Limited

Notes to the Financial Statements *(continued)*

Period from 1 April 2019 to 17 March 2020

6. Tangible assets

	Plant and machinery £
Cost	
At 1 April 2019 and 17 March 2020	3,735,992
Depreciation	
At 1 April 2019	652,771
Charge for the period	198,608
At 17 March 2020	851,379
Carrying amount	
At 17 March 2020	2,884,613
At 31 March 2019	3,083,221

7. Investments

	Shares in group undertaking £
Cost	
At 1 April 2019	1
Disposals	(1)
At 17 March 2020	-
Impairment	
At 1 April 2019 and 17 March 2020	-
Carrying amount	
At 17 March 2020	-
At 31 March 2019	1

8. Debtors

	17 Mar 20	31 Mar 19
	£	£
Trade debtors	5,819	6,341
Other debtors	79,212	199,939
	<u>85,031</u>	<u>206,280</u>

Addison Energy Limited

Notes to the Financial Statements *(continued)*

Period from 1 April 2019 to 17 March 2020

9. Creditors: amounts falling due within one year

	17 Mar 20	31 Mar 19
	£	£
Trade creditors	—	10,253
Social security and other taxes	—	1,000
Other creditors	59,460	29,403
	<u>59,460</u>	<u>40,656</u>

10. Events after the end of the reporting period

On 18 March 2020 Andrew David Grieve, Share nominees Limited and WCS Nominees Limited transferred 1, 4,3370,190 and 3,670,782 shares respectively to ACP Ordinary Shareco Limited. As at 18 March 2020 ACP Ordinary Shareco Limited held all 47,040,973 shares.

11. Controlling party

The ultimate controlling party is Albion Community Power LP of 1 Benjamin Street, London, EC1M 5QL, UK.