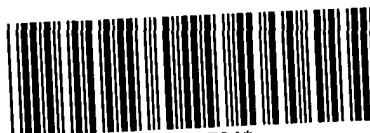


Heysham Moss Wind Farm Limited
Report and Financial Statements
Registered number: 08460595
For the year ended 30 September 2019

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COMPANIES HOUSE

Heysham Moss Wind Farm Limited
Contents

	Page
Company Information	1
Report of the Directors	2
Independent Auditor's Report	3-4
Profit and Loss Account	5
Balance Sheet	6
Statement of Changes in Equity	7
Notes to the Financial Statements	8-10

Heysham Moss Wind Farm Limited
Company Information

Directors	Edward Mole Stephen Daniels Roger Skeldon
Company Secretary	Edward Mole
CRN	08460595
Bankers	The Royal Bank of Scotland Barclays Bank PLC
Auditors	Mazars LLP The Pinnacle 160 Midsummer Boulevard Milton Keynes MK9 1FF
Registered Office	338 Euston Road London NW1 3BG

Heysham Moss Wind Farm Limited
Report of the Directors
For the year ended 30 September 2019

The directors present their report with the financial statements of the company for the year ended 30 September 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of production of wind energy.

DIRECTORS

The directors who have held office during the year to 30 September 2019 are as follows:

Mr E W Mole
Mr S R Daniels
Mr R Skeldon

COMPARATIVE INFORMATION

Due to the change in year end date, to 30 September 2018, the current accounting period is shorter than the prior accounting period. As such comparative information will not be comparable in all instances. The change in year end date reflects the change in ownership of the company. During the prior period, the company's parent company Strategic Reserve Power Limited was purchased by Elm Trading Limited and therefore Heysham Moss Wind Farm Limited came under its control. Upon acquisition the year end date was brought in line with that of the new ultimate parent undertaking, Elm Trading Limited.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland Section 1A". 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

CORONAVIRUS (COVID-19) OUTBREAK

The company is well placed to deal with the uncertainty caused by the current COVID-19 outbreak. Our renewable energy asset is valued at the lower of cost less depreciation and net realisable value. Despite the COVID-19 outbreak causing a fall in energy demand and wholesale electricity prices, we do not foresee the requirement for any impairment to the carrying value because the net realisable value is higher than depreciated cost. The renewable energy asset continue to generate revenue according to its business plan and has the infrastructure in place to operate at full capacity during the 'lockdown' environment. The directors continue to assess the impact of Covid-19 to the company.

STATEMENT FOR SMALL COMPANIES

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A (1)(a) of the Companies Act 2006. The directors have also taken advantage of the small companies exemptions from preparing a strategic report provided by section 414B (a) of the Companies Act 2006.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when the Directors' Report is approved have confirmed that:

- so far as the directors are aware, there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all the steps that ought to be taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the Board and authorised for issue on 6 July 2020.

And signed on their behalf by:



Edward Mole, Director

Independent Auditors' Report to the Members of Heysham Moss Wind Farm Limited

Opinion

We have audited the financial statements of Heysham Moss Wind Farm Limited (the 'company') for the year ended 30 September 2019 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter – Impact of the outbreak of COVID-19 on the financial statements

In forming our opinion on the company financial statements, which is not modified, we draw your attention to the Directors' view on the impact of the COVID-19 as disclosed on page 2, and the consideration in the going concern basis of preparation on page 8 and non- adjusting post balance sheet events on page 10.

Since the balance sheet date there has been a global pandemic from the outbreak of COVID-19. The potential impact of COVID-19 became significant in March 2020 and is causing widespread disruption to normal patterns of business activity across the world, including the UK.

The full impact following the recent emergence of the COVID-19 is still unknown. It is therefore not currently possible to evaluate all the potential implications to the company's trade, customers, suppliers and the wider economy.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditors' Report to the Members of Heysham Moss Wind Farm Limited

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which 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 in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of Directors

As explained more fully in the Directors' responsibilities statement set out on page 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of the audit report

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.

Stephen Eames

Stephen Eames (Jul 8, 2020 15:43 GMT+1)

Stephen Eames (Senior Statutory Auditor)
for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor
The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Date: 08-Jul-2020

Heysham Moss Wind Farm Limited
Profit and Loss Account
For the year ended 30 September 2019
Registered number: 08460595

		Year Ended 30 September 2019	Restated Period from 1 April 2017 to 30 September 2018
	Notes	£	£
TURNOVER		593,374	840,609
Expenses		(209,906)	(292,563)
OPERATING PROFIT	2	383,468	548,046
Interest payable and similar charges	3	-	(256,530)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAX		383,468	291,516
Tax		(54,623)	(109,142)
PROFIT AFTER TAX FOR THE YEAR		<u>328,845</u>	<u>182,374</u>

All operations are classified as continuing.

The notes on pages 8 to 10 form part of these financial statements.

There are no recognised gains and losses for the current financial period other than those stated in the profit and loss account. Accordingly, a statement of other comprehensive income has not been presented.


Heysham Moss Wind Farm Limited
Balance Sheet
As at 30 September 2019
Registered number: 08460595

	Notes	30 September 2019 £	Restated 30 September 2018 £
FIXED ASSETS			
Tangible assets	4	3,399,485	3,486,161
CURRENT ASSETS			
Debtors	5	392,269	70,093
Cash at bank and in hand		84,974	360,648
		<u>477,243</u>	<u>430,741</u>
CREDITORS			
Amounts falling due within one year	6	(35,412)	(37,856)
NET CURRENT ASSETS		441,831	392,885
CREDITORS			
Amounts falling due after one year	7	(74,286)	(10,861)
NET ASSETS		<u>3,767,030</u>	<u>3,868,185</u>
CAPITAL AND RESERVES			
Called up share capital	8	3,598,177	3,598,177
Profit and loss account		168,853	270,008
		<u>3,767,030</u>	<u>3,868,185</u>

The accounts 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 notes on pages 8 to 10 form part of these financial statements.

Approved by the Board and authorised for issue on 6 July 2020.


And signed on their behalf by:
Edward Mole, Director

Heysham Moss Wind Farm Limited
Statement of Changes in Equity
For the year ended 30 September 2019
Registered number: 08460595

	Share Capital	Profit & Loss Account	Total Shareholders' Funds
As at 01 April 2017 (restated - Note 12)	3,598,177	87,634	3,685,811
Profit in the year	-	218,925	218,925
Adjustment for prior year (Note 12)	-	(36,551)	(36,551)
As at 30 September 2018 (Restated)	<u>3,598,177</u>	<u>270,008</u>	<u>3,868,185</u>
As at 01 October 2018	3,598,177	270,008	3,868,185
Profit in the year	-	328,845	328,845
Dividend paid	-	(430,000)	(430,000)
As at 30 September 2019	<u>3,598,177</u>	<u>168,853</u>	<u>3,767,030</u>

Heysham Moss Wind Farm Limited
Notes to the financial statements
For the year ended 30 September 2019

General Information

Heysham Moss Wind Farm Limited ("the company") is a private company limited by shares, incorporated in England and Wales. The address of its registered office is 338 Euston Road, London NW1 3BG. The principal activity of the company is electricity generation from wind energy.

The financial statements have been presented in Pounds Sterling as this is the Company's functional currency, being the primary economic environment in which the Company operates.

1. Accounting policies

The principal accounting policies are summarised below.

a) Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the provisions of FRS 102 Section 1A - small entities. The Company extended its accounting reference date to 30 September 2018 from 31 March 2017, to align its period end date with its parent company. The financial results for the current year are not directly comparable to the prior period because the prior period was extended to 18 months.

b) Going Concern

The financial statements have been prepared on the going concern basis. The directors have assessed the impact of Covid-19 to the company and the directors expect the company to have adequate funds available from reserves and current trading activities to enable it to continue as a going concern for at least 12 months from the date of signing the financial statements.

c) Cashflow statement

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the provisions of FRS 102 Section 1A - small entities.

d) Turnover

Turnover represents income derived from electricity generation from wind installations.

e) Tangible fixed asset

Tangible fixed assets represent a wind turbine installation. They are held at historical cost less depreciation, subject to an impairment review. Depreciation is charged to write off the full cost of the asset over the length of the site lease. From 1 October 2017 the yearly depreciation rate is based on the expected electricity exported over the life of the asset, prior to this depreciation was charged on a straight line basis at 5%. The change in methodology is to more accurately match the depreciation of the asset to its economic output.

f) Operating leases

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

g) Financial instruments

Financial instruments are included under the provisions of Section 11 'Basic Financial Instruments' of FRS 102. Basic financial instruments, which include trade and other receivables, cash and bank balances and trade and other payables are measured at transaction price including transaction costs.

h) Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. 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. Deferred tax is charged or credited in the profit and loss account.

i) Re-stated comparative Profit and Loss Account

The 2018 profit and loss account has been restated to correct an understated expense figure. The result being a reduction in the profit after tax for that period of £8,802. There was no impact on the balance sheet.

j) Prior year adjustment

The prior year figures have been adjusted to correctly reflect the value of the deferred tax liability. The comparative figures in the financial statements have been amended to retrospectively include the results of this adjustment. As a result of this, the prior year comparatives are not directly comparable due to being adjusted. The impact of the adjustments are discussed in note 12.

Heysham Moss Wind Farm Limited
Notes to the financial statements (continued)
For the year ended 30 September 2019

2. Operating profit

Operating profit is disclosed after charging:

	Year Ended 30 September 2019 £	Period from 1 April 2017 to 30 September 2018 £
Auditor's remuneration	4,588	3,500
Depreciation - owned assets	86,676	183,558
	<u>91,264</u>	<u>187,058</u>

3. Interest payable and similar charges

	£	£
Interest payable on group loan	-	256,530
	<u>-</u>	<u>256,530</u>

4. Tangible fixed assets

	Plant and machinery £	Totals £
Cost		
At 30 September 2018	4,060,433	4,060,433
At 30 September 2019	<u>4,060,433</u>	<u>4,060,433</u>
Depreciation		
At 30 September 2018	574,272	574,272
Charge for the year	86,676	86,676
At 30 September 2019	<u>660,948</u>	<u>660,948</u>
Net Book Value		
At 30 September 2019	<u>3,399,485</u>	<u>3,399,485</u>
At 30 September 2018	<u>3,486,161</u>	<u>3,486,161</u>

5. Debtors

	30 September 2019 £	30 September 2018 £
Prepayments	48,860	1,544
Accrued income	110,897	68,549
Amounts owed from group undertakings	232,512	-
	<u>392,269</u>	<u>70,093</u>

Amounts owed by group undertakings are unsecured and repayable on demand.

Heysham Moss Wind Farm Limited
Notes to the financial statements (continued)
For the year ended 30 September 2019

6. Creditors: amounts falling due within one year

	30 September 2019 £	30 September 2018 £
Other creditors	19,018	-
Accrued expenses	6,046	7,173
VAT	10,348	21,881
Corporation Tax	-	8,802
	<u>35,412</u>	<u>37,856</u>

7. Creditors: amounts falling due after one year

	30 September 2019 £	Restated 30 September 2018 £
Deferred tax	74,286	10,861
	<u>74,286</u>	<u>10,861</u>

8. Called up share capital

Allotted, issued and fully paid:

Class	Number	Nominal value	£
Ordinary	3,598,177	1.00	3,598,177
			<u>3,598,177</u>

9. Lease commitments

At the reporting end date there were commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	30 September 2019 £	30 September 2018
Within one year	3,500	3,500
Between one and two years	3,500	3,500
Between two and five years	10,500	10,500
In over five years	99,750	103,250
	<u>117,250</u>	<u>120,750</u>

10. Controlling party

The ultimate controlling party holding 100% of the share capital is Elm Trading Limited.

The largest and smallest group of undertakings for which the results of the Company are consolidated is that headed up by Elm Trading Limited. The consolidated financial statements of Elm Trading Limited can be obtained from 338 Euston Road, London NW1 3BG.

11. Related party transactions

Advantage has been taken of the exemption conferred by Section 33 Related Party Disclosures not to disclose transactions with fellow members of the Elm Trading Limited group where 100% of the voting rights are controlled within the group.

12. Prior year restatement

As a result of the prior year adjustment described in note 1.j, the profit and total comprehensive income recognised in the year ended 30 September 2018 has reduced by £36,551 to a net profit of £182,374 (previously stated £218,925). The net asset position of the Company as at 30 September 2018 has increased by £62,644 to a net asset position of £3,868,185. The opening position as at 1 April 2017 on the profit & loss reserve has increased by £99,195.

13. Subsequent events

Following the year end, in March 2020 the impact of Covid-19 to the United Kingdom was considered to be significant. As this only emerged after the year end, the Directors' view is that any future significant changes is considered to be a non-adjusting event in relation to these accounts.

The Directors will continue to monitor any impacts of Covid-19 on the company, but as at the date of signing the accounts do not believe that there has been any significant impact requiring disclosure. These financial statements do not include any adjustments to assets or liabilities to reflect the potential impact of the pandemic on the company's future performance or underlying net asset position.