

Report of the Directors and
Unaudited Financial Statements for the Year Ended 30 June 2018
for
Solarsource Limited

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for the Year Ended 30 June 2018

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Solarsource Limited

Company Information
for the Year Ended 30 June 2018

DIRECTORS:

Pinecroft Corporate Services Limited
G E Shaw

REGISTERED OFFICE:

C/O Foresight Group
The Shard
32 London Bridge Street
London
SE1 9SG

REGISTERED NUMBER:

08616478

Report of the Directors
for the Year Ended 30 June 2018

The directors present their report with the financial statements of the company for the year ended 30 June 2018.

PRINCIPAL ACTIVITY

The Company owns and provides asset management services to Cuckoo Solar Limited, which is a company that operates a solar generating plant.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2017 to the date of this report.

Pinecroft Corporate Services Limited
G E Shaw

Other changes in directors holding office are as follows:

E M Prinsloo ceased to be a director after 30 June 2018 but prior to the date of this report.

GOING CONCERN

These accounts have been prepared on a going concern basis. The directors believe that this basis is appropriate following consideration of cash flow forecasts, which show that the Company is able to meet its liabilities as they fall due.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

G E Shaw - Director

7 March 2019

Income Statement
for the Year Ended 30 June 2018

| | Notes | 30.6.18 £ | 30.6.17 £ |
|--|-------|---------------------------|------------------------------|
| TURNOVER | | 201,300 | 201,387 |
| Administrative expenses | | <u>(199,109)</u> 2,191 | <u>(282,889)</u> (81,502) |
| Other operating income | | <u>-</u> | <u>3,341</u> |
| OPERATING PROFIT/(LOSS) | | <u>2,191</u> | <u>(78,161)</u> |
| Revaluation of fixed assets | | (152,059) | 59,454 |
| Interest receivable and similar income | | <u>167,601</u> | <u>298,017</u> |
| PROFIT BEFORE TAXATION | | <u>17,733</u> | <u>279,310</u> |
| Tax on profit | | <u>-</u> | <u>-</u> |
| PROFIT FOR THE FINANCIAL YEAR | | <u><u>17,733</u></u> | <u><u>279,310</u></u> |

Balance Sheet
30 June 2018

| | Notes | 30.6.18 £ | 30.6.17 £ |
|--|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Investments | 5 | 5,937,970 | 9,258,299 |
| CURRENT ASSETS | | | |
| Debtors | 6 | 93,106 | 457,515 |
| Cash at bank | | <u>127,225</u> | <u>1,244</u> |
| | | 220,331 | 458,759 |
| CREDITORS | | | |
| Amounts falling due within one year | 7 | <u>(657,247)</u> | <u>(303,279)</u> |
| NET CURRENT (LIABILITIES)/ASSETS | | <u>(436,916)</u> | <u>155,480</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 5,501,054 | 9,413,779 |
| PROVISIONS FOR LIABILITIES | | <u>(23,931)</u> | <u>(15,954)</u> |
| NET ASSETS | | <u>5,477,123</u> | <u>9,397,825</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | | 50,134 | 84,534 |
| Share premium | | 4,050,176 | 4,051,643 |
| Other reserves | | 638,216 | 4,043,816 |
| Retained earnings | | <u>738,597</u> | <u>1,217,832</u> |
| | | <u>5,477,123</u> | <u>9,397,825</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in
- (b) accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Board of Directors on 7 March 2019 and were signed on its behalf by:

G E Shaw - Director

Notes to the Financial Statements
for the Year Ended 30 June 2018

1. STATUTORY INFORMATION

Solarsource Limited is a private company, limited by shares, registered in Not specified/Other. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Going concern

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

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Group accounts

Group Accounts are not being prepared as the group would be small as per the Companies Act 2006 Section 383. As per the Companies Act 2006 Section 398, small groups are permitted to produce consolidated accounts but are not required to do so. Despite an operating profit for the year, Solarsource Ltd has not recorded an income tax provision as it has received Group Tax Relief from the transfer of losses for the subsidiary, Cuckoo Solar Farm Limited for the year ended 30 June 2017.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2017 - 1).

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

4. **EXCEPTIONAL ITEMS**

| | 30.6.18 | 30.6.17 |
|-------------------|----------------|----------|
| | £ | £ |
| Exceptional items | <u>(7,977)</u> | <u>-</u> |

5. **FIXED ASSET INVESTMENTS**

| | 30.6.18 | 30.6.17 |
|------------------------------|------------------|------------------|
| | £ | £ |
| Shares in group undertakings | 3,083,970 | 3,236,028 |
| Loans to group undertakings | - | 5,879,321 |
| Other loans | <u>2,854,000</u> | <u>142,950</u> |
| | <u>5,937,970</u> | <u>9,258,299</u> |

Additional information is as follows:

| | | Share in subsidiary £ |
|-----------------------|-------------------------|--------------------------|
| COST | | |
| At 1 July 2017 | | |
| and 30 June 2018 | | <u>1,872,368</u> |
| PROVISIONS | | |
| At 1 July 2017 | | (1,363,660) |
| Provision for year | | <u>152,058</u> |
| At 30 June 2018 | | <u>(1,211,602)</u> |
| NET BOOK VALUE | | |
| At 30 June 2018 | | <u>3,083,970</u> |
| At 30 June 2017 | | <u>3,236,028</u> |
| | Loan to subsidiary £ | Other loans £ |
| At 1 July 2017 | 5,879,321 | 142,950 |
| New in year | - | 2,711,050 |
| Repayment in year | <u>(5,879,321)</u> | <u>-</u> |
| At 30 June 2018 | <u>-</u> | <u>2,854,000</u> |
| | | Totals £ |
| | | 6,022,271 |
| | | 2,711,050 |
| | | <u>(5,879,321)</u> |
| | | <u>2,854,000</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.6.18 | 30.6.17 |
|-------------------------------|---------------|----------------|
| | £ | £ |
| Trade debtors | - | 120,780 |
| Other debtors | 31,908 | 31,908 |
| Accrued income | 177 | 177 |
| Sh/holder loan int receivable | - | 203,000 |
| Interest receivable - other | 8,992 | 1,069 |
| VAT | 3,176 | - |
| Prepayments | 48,853 | 100,581 |
| | <u>93,106</u> | <u>457,515</u> |

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.6.18 | 30.6.17 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 80,176 | 50,035 |
| Amounts owed to group undertakings | 548,613 | 148,000 |
| VAT | - | 1,474 |
| Accrued expenses | 28,458 | 103,770 |
| | <u>657,247</u> | <u>303,279</u> |

8. RELATED PARTY DISCLOSURES

Cuckoo Solar Ltd is a wholly owned subsidiary of Solarsource Ltd. During the year, Solarsource Ltd invoiced Cuckoo Solar Ltd £241,560 including VAT, none of which was outstanding at year end. Additionally there was an intercompany balance of £548,613 owed to Cuckoo Solar Ltd at the end of the year.

During the year there was a shareholder loan of £5,879,321 owed to Cuckoo Solar Ltd from Solarsource Ltd, none of which was outstanding at year-end. There was £148,191 of interest incurred on the loan provided to Cuckoo Solar Ltd and no outstanding balance at the end of the year.

Betelgeuse Solar Ltd is considered to be a related party by virtue of common directors. Solarsource Ltd loaned £2,854,000 to Betelgeuse Solar Ltd during the course of the year, all of which was outstanding at the end of the year.

Foresight Group LLP is considered to be a related party by virtue of the fact that the directors of Foresight Group LLP, Gary Fraser and David Hughes, are also directors of Pinecroft Corporate Services Ltd, which is in turn a corporate director of the Company. Foresight Group invoiced the Company £232,251 including VAT during the course of the year, of which £80,176 including VAT was outstanding at the end of the year.

9. POST BALANCE SHEET EVENTS

On 2nd August 2018, Solarsource Ltd sold its investment in Cuckoo Solar Ltd.

10. ULTIMATE CONTROLLING PARTY

In the opinion of the directors, there is no ultimate controlling party.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.