

Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 December 2021
for
Brecon Power Ltd

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Brecon Power Ltd

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for the Year Ended 31 December 2021

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Brecon Power Ltd

Company Information
for the Year Ended 31 December 2021

DIRECTORS:

R J Quinlan
K S Gains

SECRETARY:

E Oldroyd

REGISTERED OFFICE:

1030 Centre Park
Slutchers Lane
Warrington
WA1 1QL

REGISTERED NUMBER:

09113303 (England and Wales)

Brecon Power Ltd

Report of the Directors
for the Year Ended 31 December 2021

The directors present their report with the financial statements of the company for the year ended 31 December 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of electricity production.

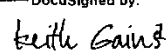
DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2021 to the date of this report.

R J Quinlan
K S Gains

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:

DocuSigned by:
 15-Aug-23
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K S Gains - Director

15 August 2023

Brecon Power LtdIncome Statement
for the Year Ended 31 December 2021

		Year Ended 31.12.21	Period 1.7.20 to 31.12.20 as restated £
	Notes	£	
TURNOVER		4,659,652	1,052,239
Cost of sales		3,473,461	752,545
GROSS PROFIT		1,186,191	299,694
Administrative expenses		759,377	329,597
		426,814	(29,903)
Other operating income		198,606	-
OPERATING PROFIT/(LOSS)	4	625,420	(29,903)
Interest payable and similar expenses		1,067,483	539,352
LOSS BEFORE TAXATION		(442,063)	(569,255)
Tax on loss		-	58,358
LOSS FOR THE FINANCIAL YEAR		(442,063)	(627,613)

The notes form part of these financial statements

Brecon Power Ltd (Registered number: 09113303)Statement of Financial Position
31 December 2021

		31.12.21	31.12.20 as restated
	Notes	£	£
FIXED ASSETS			
Tangible assets	6	9,716,143	10,027,246
CURRENT ASSETS			
Stocks		-	131,630
Debtors	7	10,771,498	2,714,952
Cash at bank		241,985	464,972
		11,013,483	3,311,554
CREDITORS			
Amounts falling due within one year	8	18,192,852	14,361,752
NET CURRENT LIABILITIES		(7,179,369)	(11,050,198)
TOTAL ASSETS LESS CURRENT LIABILITIES		2,536,774	(1,022,952)
CREDITORS			
Amounts falling due after more than one year	9	(4,013,397)	-
PROVISIONS FOR LIABILITIES	11	(849,643)	(861,251)
NET LIABILITIES		(2,326,266)	(1,884,203)
CAPITAL AND RESERVES			
Called up share capital		1	1
Retained earnings		(2,326,267)	(1,884,204)
		(2,326,266)	(1,884,203)

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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 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.

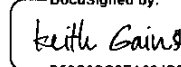
The notes form part of these financial statements

Brecon Power Ltd (Registered number: 09113303)

Statement of Financial Position - continued
31 December 2021

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

The financial statements were approved by the Board of Directors and authorised for issue on 15 August 2023 and were signed on its behalf by:

DocuSigned by:
 15-Aug-23
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K S Gains - Director

The notes form part of these financial statements

Brecon Power LtdNotes to the Financial Statements - continued
for the Year Ended 31 December 2021**5. PRIOR YEAR ADJUSTMENT**

In the current year we identified there was an adjustment needed to debtors and tangible fixed assets. The impact of these prior period adjustment is shown in the below table.

Changes to statement of financial position

	As previously reported £	Adjustment £	As restated at 31 Dec 2020 £
Fixed assets			
Tangible assets	9,765,741	261,505	10,027,246
Current liabilities			
Creditors	(14,100,247)	(261,505)	(14,361,752)

6. TANGIBLE FIXED ASSETS

	Plant & machinery £
COST	
At 1 January 2021	11,781,955
Additions	281,441
At 31 December 2021	<u>12,063,396</u>
DEPRECIATION	
At 1 January 2021	1,754,709
Charge for year	592,544
At 31 December 2021	<u>2,347,253</u>
NET BOOK VALUE	
At 31 December 2021	<u>9,716,143</u>
At 31 December 2020	<u>10,027,246</u>

The above brought forward values have been restated, please refer to Note 5 for details.

Brecon Power Ltd

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Hire purchase and leasing commitments

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

Provision for liabilities

Provisions are recognised when there is a present obligation (legal or constructive) as a result of a past event, if it is probable that economic resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Decommissioning provisions are recognised when the site becomes operational and measured at the present value of the management's best estimate of the expenditure required to settle the present obligation at the balance sheet date: with a corresponding balance held in fixed assets. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to passage of time is recognised as a finance cost.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2020 - NIL).

4. OPERATING PROFIT/(LOSS)

The operating profit (2020 - operating loss) is stated after charging:

	Year Ended 31.12.21	Period 1.7.20 to 31.12.20 as restated
	£	£
Depreciation - owned assets	592,544	288,011

Brecon Power LtdNotes to the Financial Statements - continued
for the Year Ended 31 December 2021**5. PRIOR YEAR ADJUSTMENT**

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Brecon Power LtdNotes to the Financial Statements - continued
for the Year Ended 31 December 2021**7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.21	31.12.20 as restated
	£	£
Trade debtors	2,818,001	36,157
Amounts owed by group undertakings	6,360,132	2,221,008
Amounts owed by related parties	504	-
Other debtors	461,590	11,988
Prepayments and accrued income	1,131,271	445,799
	<u>10,771,498</u>	<u>2,714,952</u>

There is an amount of £78K within Other debtors which represents a Loan Receipts Account which is restricted and only permits withdrawals every 3 months in line with loan agreements.

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20 as restated
	£	£
Other loans	391,427	-
Trade creditors	3,643,828	272,324
Amounts owed to group undertakings	12,398,436	13,329,601
Amounts owed to related parties	325,156	-
Accruals and deferred income	1,434,005	759,827
	<u>18,192,852</u>	<u>14,361,752</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.21	31.12.20 as restated
	£	£
Other loans - over 1 year	328,839	-
Other loans - 2-5 years	1,099,583	-
Other loans more 5yrs instal	2,584,975	-
	<u>4,013,397</u>	<u>-</u>

Amounts falling due in more than five years:

Repayable by instalments		
Other loans more 5yrs instal	<u>2,584,975</u>	<u>-</u>

Brecon Power Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021****10. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.12.21	31.12.20 as restated
	£	£
Within one year	50,985	32,000
Between one and five years	203,940	128,000
In more than five years	1,584,784	637,333
	<u>1,839,709</u>	<u>797,333</u>

11. PROVISIONS FOR LIABILITIES

	31.12.21	31.12.20 as restated
	£	£
Deferred tax		
Accelerated capital allowances	<u>740,067</u>	<u>740,067</u>
Other provisions		
O&M provision	-	121,184
Decommissioning provision	<u>109,576</u>	<u>-</u>
	<u>109,576</u>	<u>121,184</u>
Aggregate amounts	<u>849,643</u>	<u>861,251</u>
		Deferred tax
		£
Balance at 1 January 2021		<u>740,067</u>
Balance at 31 December 2021		<u>740,067</u>

12. ULTIMATE CONTROLLING PARTY

By virtue of its shareholding the immediate parent company is Velox Power Limited. The ultimate controlling party is Reserve Power Holdings (Jersey) Limited.