

Strategic Reserve Power Limited
Report and Financial Statements
Registered number: 9160218
For the year ended 30 September 2019

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Strategic Reserve Power Limited
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Strategic Reserve Power Limited
Company Information

Manager & Operator	Alpha Real Property Investment Advisers LLP 6th Floor 338 Euston Road London NW1 3BG
Directors	Edward Mole Stephen Daniels Roger Skeldon
Company Secretary	Edward Mole
CRN	9160218 (England and Wales)
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

Strategic Reserve Power 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 company was incorporated on 4 August 2014 and is the parent company in a group of trading companies which operate in the renewable energy sector.

DIRECTORS

The directors who have held office during the period ended 30 September 2019 are as follows:

Mr E W Mole
Mr S R Daniels
Mr R Skeldon

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 assets are 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 assets continue to generate revenue according to their business plans and have 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 Strategic Reserve Power Limited

Opinion

We have audited the financial statements of Strategic Reserve Power 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 loss 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 Strategic Reserve Power 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 (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

Strategic Reserve Power Limited
Profit and Loss Account
For the year ended 30 September 2019
Registered number: 9160218

	Notes	Year Ended 30 September 2019	Period from 1 April 2017 to 30 September 2018
		£	£
TURNOVER		-	-
Expenses		(9,998)	(14,946)
		<hr/>	<hr/>
OPERATING LOSS	2	(9,998)	(14,946)
Interest receivable and similar income	3	-	-
		<hr/>	<hr/>
		(9,998)	(14,946)
Interest payable and similar charges	4	-	-
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES BEFORE TAX		(9,998)	(14,946)
Tax		-	(1,445)
LOSS AFTER TAX FOR THE PERIOD		<hr/> <u>(9,998)</u>	<hr/> <u>(16,391)</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.


Strategic Reserve Power Limited
Balance Sheet
As at 30 September 2019
Registered number: 9160218

	Notes	30 September 2019 £	30 September 2018 £
FIXED ASSETS			
Investments	5	23,675,825	23,675,825
CURRENT ASSETS			
Debtors	6	2,689,700	5,293,360
Cash at bank and in hand		<u>2,473</u>	<u>979</u>
		2,692,173	5,294,339
CREDITORS			
Amounts falling due within one year	7	(832)	-
NET CURRENT ASSETS		2,691,341	5,294,339
CREDITORS			
Amounts falling due after one year	8	(2,528,271)	(5,121,271)
NET ASSETS		<u>23,838,895</u>	<u>23,848,893</u>
CAPITAL AND RESERVES			
Called up share capital	9	20	20
Share premium		23,675,809	23,675,809
Profit and loss account		163,066	173,064
		<u>23,838,895</u>	<u>23,848,893</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

Strategic Reserve Power Limited
Statement of Changes in Equity
As at 30 September 2019
Registered number: 9160218

Statement of changes in equity

	Share Capital £	Share Premium £	Profit and Loss Account £	Total £
At 1 April 2017	4	-	189,455	189,459
Shares Issued Net of Issue Costs	16	23,675,809	-	23,675,825
Loss in the period	-	-	(16,391)	(16,391)
At 30 September 2018	<u>20</u>	<u>23,675,809</u>	<u>173,064</u>	<u>23,848,893</u>
At 1 October 2018	20	23,675,809	173,064	23,848,893
Dividends Paid	-	-	(326,055)	(326,055)
Dividends Received	-	-	326,055	326,055
Loss in the year	-	-	(9,998)	(9,998)
At 30 September 2019	<u>20</u>	<u>23,675,809</u>	<u>163,066</u>	<u>23,838,895</u>

Strategic Reserve Power Limited
Notes to the financial statements
For the year ended 30 September 2019

General Information

Strategic Reserve Power 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 that of a Holding company in a group of trading companies which operate in the renewable energy sector.

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.

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) Preparation of consolidated financial statements

The financial statements contain information about Strategic Reserve Power Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

f) Fixed asset investments

Fixed asset investments are initially measured at cost and subsequently measured at cost less any accumulated impairment losses.

g) 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.

5) 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.

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	-	-

Auditor's remuneration has been borne by the other group companies.

Strategic Reserve Power Limited
Notes to the financial statements (continued)
For the year ended 30 September 2019

3. Interest receivable and similar charges

	£	£
Interest on loans to 100% owned subsidiaries	-	-
	<u>-</u>	<u>-</u>

4. Interest payable and similar charges

	£	£
Interest payable and charges	-	-
	<u>-</u>	<u>-</u>

5. Fixed asset investments

	£
Cost	
At 30 September 2018	23,675,825
Additions	-
At 30 September 2019	<u>23,675,825</u>
Net Book Value	
At 30 September 2018	23,675,825
At 30 September 2019	<u>23,675,825</u>

6. Debtors

	30 September 2019 £	30 September 2018 £
Amounts owed by group undertakings	2,689,700	5,293,360
	<u>2,689,700</u>	<u>5,293,360</u>

Amounts owed by group undertakings are unsecured, interest free, with no set terms of repayment.

7. Creditors: amounts falling due within one year

	30 September 2019 £	30 September 2018 £
Other Creditors	832	-
	<u>832</u>	<u>-</u>

8. Creditors: amounts falling due after one year

	30 September 2019 £	30 September 2018 £
Shareholder loans	2,528,271	5,121,271
	<u>2,528,271</u>	<u>5,121,271</u>

Shareholder loans are unsecured, interest free, with no set terms of repayment.

Strategic Reserve Power Limited
Notes to the financial statements (continued)
For the year ended 30 September 2019

9. Called up share capital

Allotted, issued and fully paid:

Class	Number	Nominal value	£
Ordinary	17,833	0.001	18
Ordinary B	1,288	0.001	1
Deferred	1	1.000	1
			<hr/>
			20

10. Controlling party

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

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. 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.