

HENLEY BIOMASS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

BALANCE SHEET
AS AT 30 APRIL 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	4,564,866	149,541
		<u>4,564,866</u>	<u>149,541</u>
Current assets			
Debtors: amounts falling due after more than one year	5	282,913	-
Debtors: amounts falling due within one year	5	173,329	225,692
Cash at bank and in hand	6	104,243	124,976
		<u>560,485</u>	<u>350,668</u>
Creditors: amounts falling due within one year	7	(413,742)	(93,849)
Net current assets		<u>146,743</u>	<u>256,819</u>
Total assets less current liabilities		<u>4,711,609</u>	<u>406,360</u>
Net assets		<u><u>4,711,609</u></u>	<u><u>406,360</u></u>
Capital and reserves			
Called up share capital		49,522	4,159
Share premium account		4,706,584	405,033
Profit and loss account		(44,497)	(2,832)
		<u>4,711,609</u>	<u>406,360</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 January 2018.

HENLEY BIOMASS LIMITED
REGISTERED NUMBER:09376545

BALANCE SHEET (CONTINUED)
AS AT 30 APRIL 2017

A P Wehby

Director

The notes on pages 3 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

1. General information

Henley Biomass Limited is a private limited company registered in England and Wales company registration number: 09376545. The registered office and principal place of business is Peterbridge House, 3 The Lakes, Northampton, England, NN4 7HB.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on the following basis.

Depreciation is provided on the following basis:

Long-term leasehold property	-	Not depreciated until brought into use
Motor vehicles	-	25% Straight line
Computer equipment	-	20% Straight line
Assets under construction	-	Not depreciated until brought into use

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.3 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.4 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

2. Accounting policies (continued)

2.5 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within 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 financing 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 or in case of an out-right short-term loan not at 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.

2.6 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.7 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.8 Interest income

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

3. Employees

The Company has no employees other than the directors, who did not receive any remuneration.

The average monthly number of employees, including directors, during the year was 2 (2016 - 1).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

4. Tangible fixed assets

	Long-term leasehold property £	Motor vehicles £	Computer equipment £	Assets under construction £	Total £
Cost or valuation					
At 1 May 2016	-	6,000	294	144,022	150,316
Additions	2,350,000	-	-	2,148,764	4,498,764
Disposals	-	(6,000)	-	(78,130)	(84,130)
At 30 April 2017	<u>2,350,000</u>	<u>-</u>	<u>294</u>	<u>2,214,656</u>	<u>4,564,950</u>
Depreciation					
At 1 May 2016	-	750	25	-	775
Charge for the year on owned assets	-	1,250	59	-	1,309
Disposals	-	(2,000)	-	-	(2,000)
At 30 April 2017	<u>-</u>	<u>-</u>	<u>84</u>	<u>-</u>	<u>84</u>
Net book value					
At 30 April 2017	<u>2,350,000</u>	<u>-</u>	<u>210</u>	<u>2,214,656</u>	<u>4,564,866</u>
At 30 April 2016	<u>-</u>	<u>5,250</u>	<u>269</u>	<u>144,022</u>	<u>149,541</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

5. Debtors

	2017 £	2016 £
Due after more than one year		
Prepayments and accrued income	282,913	-
	<u>282,913</u>	<u>-</u>
Due within one year		
Other debtors	135,880	225,691
Called up share capital not paid	-	1
Prepayments and accrued income	37,449	-
	<u>173,329</u>	<u>225,692</u>

6. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	104,243	124,976
	<u>104,243</u>	<u>124,976</u>

7. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	408,264	26,541
Other creditors	154	67,308
Accruals and deferred income	5,324	-
	<u>413,742</u>	<u>93,849</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

8. Financial instruments

All debtors and creditors are basic financial instruments held at amortised cost.

9. Commitments under operating leases

At 30 April 2017 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2017 £	2016 £
Not later than 1 year	9,583	-
Later than 1 year and not later than 5 years	40,000	-
Later than 5 years	40,833	-
	<u>90,416</u>	<u>-</u>

10. Related party transactionsRelated party trading

During the year, payments of £39,023 were made to related parties, which have at least one director in common, in respect of fixed asset additions. As at the balance sheet date no liability was outstanding in respect of fixed asset purchases.

Included in other debtors as at 30 April 2016 was a balance of £74,871 due from a related company with at least one director in common. This debtor arose due to the related party raising and incorrect invoice to Henley Biomass Limited. During the year, a credit note was received from this related party clearing the debt.

During the year rental expenses of £8,708 were incurred, payable to related parties which have at least one director in common. Outstanding balances included within trade creditors at the balance sheet date £6,000 was due in respect of these transactions.

A premium for lease surrender of £350,000 was also paid to related parties which have at least one director in common. The cost of the premium is recognised and charged to the profit and loss account in equal monthly installments over the lease period. This year 32,087 of the premium was released.

The balances outstanding are on typical trade terms.

Related party balances

During the year Henley Biomass Limited shared costs with related parties which have at least one director in common. Balances of £65,000 are included in other debtors as at the balance sheet date in respect of these costs.

The balances outstanding are interest free and repayable on demand.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

11. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

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.