

**WIND ENERGY HOLDINGS LIMITED**

**DIRECTORS' REPORT AND AUDITED FINANCIAL STATEMENTS**

**FOR THE PERIOD FROM 1 JANUARY 2020 TO 30 JUNE 2021**

# **WIND ENERGY HOLDINGS LIMITED**

## **COMPANY INFORMATION**

### **Directors**

N A Wood (appointed 29 July 2021)  
L J B Roberts (appointed 29 July 2021)  
B V Corcoran (resigned 29 July 2021)

T A Costello (resigned 3 June 2020)

I Greer (resigned 29 July 2021)

### **Registered number**

09706096

### **Registered office**

The Tramshed  
25 Lower Park Row  
Bristol  
BS1 5BN

### **Independent auditors**

KPMG Channel Islands Limited  
Chartered Accountants  
Gategny Court  
Gategny Esplanade  
St Peter Port  
Guernsey  
GY1 1WR

### **Accountants**

Armstrong Watson LLP  
York House  
Thornfield Business Park  
Standard Way  
Northallerton  
North Yorkshire  
DL6 2XQ

### **Bankers**

Natwest  
49 High Street  
Wetherby  
LS22 6LS

**WIND ENERGY HOLDINGS LIMITED**

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# **WIND ENERGY HOLDINGS LIMITED**

## **DIRECTORS' REPORT FOR THE PERIOD ENDED 30 JUNE 2021**

The directors present their report and the financial statements for the period from 1 January 2020 to 30 June 2021.

On 28 June 2021 the accounting reference period was extended so as to end on 30 June 2021 (an 18 month period), as such the previous year's figures are not fully comparable.

### **Principal activity**

The principal activity of the company is a holding company of a trading group which are in the business of the operation of wind turbine plants in the UK, earning revenue from the sale of electricity generated.

### **Risk Management and Control**

In the ordinary course of business, the group is exposed to and manages a variety of risks in relation to its activities, including financial risk. The management of credit, interest rate, liquidity and operational risks are fundamental to the group, with the Board of Directors having responsibility for the overall system of internal control and for reviewing its effectiveness.

The key areas of risk in relation to the use of financial statements are listed below and are properly addressed by the management of the Company:

**Credit risk:** Losses due to the inability or unwillingness of customers to meet their obligations. This is mitigated by the Companies entering into price agreements with creditworthy counterparties for the purchase of electricity to be generated by the wind turbine plant.

**Liquidity risk:** Failure to meet financial obligations in a timely and cost effective manner due to mismatches in the maturity profile of assets and liabilities. The group closely monitors its cash flow levels and financial obligations to anticipate its future cash commitments.

**Operational risk:** Failure to meet expected levels of generation output due to technical issues affecting performance of the plant. The Company has sought to mitigate this risk by the appointment of Arena Capital Partners Limited, with responsibility for closely monitoring the performance of the plant, ensuring activities conducted by 3rd party contractors are completed in a timely fashion and, as required, contractual protections are enforced. The Company also has insurance policies in place that protect against generation loss in situations out of the Company's control.

**Price risk:** Eighteen percent of the income generated by the group is linked to power market prices and so in the unlikely event of a major structural shift in power prices due to reduced demand or excess energy supply, there could be an impact on the group's earnings. A rolling programme of PPA contract expiries has been implemented to mitigate risk, alongside the fact the company receives eighty two percent of its income from the government backed FIT regime.

**Covid 19 risk:** During the year there has been limited impact on the business and its activities. In order to minimise the risk of disruption to the wind plants, mitigating steps including executing safe remote working policies with key service providers and contractors, have been consistently reviewed by management. The Directors have continued to review the forecasts to ensure a true and fair reflection of the impact, if any, of Covid 19.

Management are continuously monitoring the impact of Covid 19 and do not expect a significant impact in the future. Refer to Note 2.2 for Covid impact on going concern.

### **Results and dividends**

The loss for the year, after taxation, amounted to £11,202 (2019 - profit - £89,701)

No dividends were distributed in the current period or prior year.

## **WIND ENERGY HOLDINGS LIMITED**

### **DIRECTORS' REPORT (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2021**

#### **Directors' responsibilities statement**

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 Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice applicable to smaller entities). 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 judgements 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;
- assess the company's ability as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

#### **Directors**

The directors who served during the period and up to the date of signing the financial statements were:

B V Corcoran (resigned 29 July 2021)  
T A Costello (resigned 3 June 2020)  
I Greer (resigned 29 July 2021)  
N A Wood (appointed 29 July 2021)

L J B Roberts (Appointed 29 July 2021)

#### **Qualifying third party indemnity provisions**

The Company has made qualifying third party indemnity provisions for the benefit of its directors which were in force throughout the period and at the date of this report.

#### **Disclosure of information to auditor**

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

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director has taken all the steps that ought to have been 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.

**WIND ENERGY HOLDINGS LIMITED**

**DIRECTORS' REPORT (CONTINUED)  
FOR THE PERIOD ENDED 30 JUNE 2021**

**Post statement of financial position events**

The share capital of the Company's parent company, Arena Capital Partners Limited was purchased by Arena Wind Holdings Limited on 16 December 2020. The share capital of Arena Wind Holdings Limited was purchased by New Road Wind Limited on 29 July 2021.

**Independent Auditor**

The auditors, KPMG Channel Islands Limited were appointed as auditors on 27 July 2021, have indicated their willingness to continue in office and will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

**Small companies note**

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

**N A Wood**

Director

Date: 26 August 2022

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WIND ENERGY HOLDINGS LIMITED**

**Our opinion**

We have audited the financial statements of Wind Energy Holdings Limited (the "Company"), which comprise the statement of financial position as at 30 June 2021, the statement of comprehensive income and retained earnings, for the period from 1 January 2020 to 30 June 2021, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 June 2021 and of the Company's loss for the period from 1 January 2020 to 30 June 2021;
- are properly prepared in accordance with United Kingdom accounting standards, including Section 1A of FRS 102 The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including FRC Ethical Standards. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

**Other matter - prior period financial statements**

We note that the prior period financial statements were not audited. Consequently ISAs (UK) require the auditor to state that the corresponding figures contained within these financial statements are unaudited. Our opinion is not modified in respect of this matter.

**Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements (the "going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the Company's business model and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate; and
- we have not identified, and concur with the directors' assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the Company will continue in operation.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WIND ENERGY HOLDINGS LIMITED (CONTINUED)

**Fraud and breaches of laws and regulations - ability to detect**

*Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- enquiring of management as to the Company's policies and procedures to prevent and detect fraud as well as enquiring whether management have knowledge of any actual, suspected or alleged fraud;
- reading minutes of meetings of those charged with governance; and
- using analytical procedures to identify any unusual or unexpected relationships.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because the Company's revenue streams are simple in nature with respect to accounting policy choice, and are easily verifiable to external data sources or agreements with little or no requirement for estimation from management. We did not identify any additional fraud risks.

We performed procedures including

- Identifying journal entries and other adjustments to test based on risk criteria and comparing any identified entries to supporting documentation; and
- incorporating an element of unpredictability in our audit procedures.

*Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations*

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general sector experience and through discussion with management (as required by auditing standards), and discussed with management the policies and procedures regarding compliance with laws and regulations.

The Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

The Company is subject to other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of litigation or impacts on the Company's ability to operate. We identified company law as being the area most likely to have such an effect. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of management and inspection of regulatory and legal correspondence, if any. Therefore if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

*Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of fraud, as this may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WIND ENERGY HOLDINGS LIMITED (CONTINUED)**

designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

**The directors' report**

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

**Matters on which we are required to report by exception**

Under the Companies Act 2006, we are required 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 from the requirement to prepare a strategic report

We have nothing to report in these respects.

**Respective responsibilities**

**Directors' responsibilities**

As explained more fully in their statement set out on page 2, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WIND ENERGY HOLDINGS LIMITED (CONTINUED)**

**Auditor's responsibilities**

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

**The purpose of our audit work and to whom we owe our responsibilities**

This report is made solely to the Company's member, 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 member 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 its member, as a body, for our audit work, for this report, or for the opinions we have formed.

**Rachid Frihmat (Senior Statutory Auditor)**

**For and on behalf of KPMG Channel Islands Limited (Statutory Auditor)**

*Chartered Accountants*

Guernsey

Date: 26/08/2022

**WIND ENERGY HOLDINGS LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME AND RETAINED EARNINGS  
FOR THE PERIOD 1 JANUARY 2020 TO 30 JUNE 2021**

	<b>Note</b>	<b>30 June 2021 £</b>	<i>Unaudited</i> <b>31 December 2019 £</b>
Administrative expenses		(11,202)	64,200
<b>Operating (loss)/profit</b>	4	<u>(11,202)</u>	<u>64,200</u>
Interest receivable and similar income		211,669	151,048
Interest payable and similar expenses		(211,669)	(151,048)
<b>(Loss)/profit before tax</b>		<u>(11,202)</u>	<u>64,200</u>
Tax charge		-	25,501
<b>Total comprehensive loss and loss for the period</b>		<u><u>(11,202)</u></u>	<u><u>89,701</u></u>
Retained earnings at the beginning of the period		(684,362)	(774,063)
		<u>(684,362)</u>	<u>(774,063)</u>
Total comprehensive loss and loss for the period		(11,202)	89,701
<b>Retained earnings at the end of the period</b>		<u><u>(695,564)</u></u>	<u><u>(684,362)</u></u>

All amounts relate to continuing activities of the company.

The notes on pages 10 to 17 form part of these financial statements.

**WIND ENERGY HOLDINGS LIMITED**  
**REGISTERED NUMBER: 09706096**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

		30 June 2021 £	<i>Unaudited</i> 31 December 2019 £
<b>Fixed assets</b>			
Investments	6	150,004	150,004
		<u>150,004</u>	<u>150,004</u>
<b>Current assets</b>			
Debtors	7	1,950,104	2,054,507
Cash at bank and in hand	8	835	754
		<u>1,950,939</u>	<u>2,055,261</u>
Creditors: amounts falling due within one year	9	(2,796,441)	(3,327)
<b>Net current (liabilities)/assets</b>		<u>(845,502)</u>	<u>2,051,934</u>
<b>Total assets less current liabilities</b>		<u>(695,498)</u>	<u>2,201,938</u>
Creditors: amounts falling due after more than one year	10	-	(2,886,234)
<b>Net liabilities</b>		<u><u>(695,498)</u></u>	<u><u>(684,296)</u></u>
<b>Capital and reserves</b>			
Called up share capital	11	66	66
Profit and loss account		(695,564)	(684,362)
		<u><u>(695,498)</u></u>	<u><u>(684,296)</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

**N A Wood**  
Director

Date: 26 August 2022

## **WIND ENERGY HOLDINGS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2021**

#### **1. General information**

Wind Energy Holdings Limited (the "Company") is a private company limited by shares, registered in England and Wales. Its registered office address is The Tramshed, 25 Lower Park Row, Bristol, BS1 5BN.

The prior period accounts have been presented for a year to 31 December 2019. The company's year end has been changed to be in line with other companies in the group. The comparative amounts presented in these financial statements for the 18 month period ended 30 June 2021 are therefore not wholly comparable.

#### **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 FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

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 company has taken advantage of the exemption as provided in paragraph 33.1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with group undertakings.

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

The Company's presentational and functional currency is GBP.

The preparation of financial statements in compliance with FRS 102 Section 1A requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2021

**2. Accounting policies (continued)**

**2.2 Going concern**

These accounts have been prepared on a going concern basis. The directors believe this basis is appropriate following the consideration of cashflow forecasts which show the company is able to meet its liabilities as they fall due for at least twelve months from the date of approval of these financial statements.

The Directors have considered the impact which the current economic downturn, triggered by Covid-19, could have on the ability of the company to continue as a going concern. The company is the holding company of Wind Energy Scotland (Birkwood Mains) Limited, Wind Energy Scotland (Fourteen Acre Fields) Limited, Wind Energy Scotland (Holmhead) Limited and Wind Energy Two Limited who all generate electricity through the operation of wind turbines. In their view, whilst the demand for electricity generation may decrease in the short term, the ability of the companies to generate electricity will not be materially impacted. Importantly, as the companies revenues are derived from the sale of electricity, a fall in electricity demand has no impact on 82% of the companies revenues, as these are backed by government subsidies and limited impact on the remaining 18% as these are sold through power purchase agreements on a rolling fixed term basis. As such, the Directors do not expect a significant impact on revenue and cash flows of the entity. Hence the Directors do not consider the impact of Covid-19 to have a material impact on the Company's ability to continue as a going concern.

Should any unforeseen circumstances require additional funding, the Company has obtained written confirmation from its parent that it would provide financial support to meet the Company's liabilities for a period of at least twelve months from the date the financial statements are approved.

**2.3 Interest income**

Interest income is recognised in profit or loss using the effective interest method.

**2.4 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2021

**2. Accounting policies (continued)**

**2.5 Taxation**

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

**2.6 Valuation of investments**

Investments in subsidiaries are measured at cost less accumulated impairment.

**2.7 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.

**2.8 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.

**2.9 Financial instruments**

The Company only enters into basic financial instrument 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 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 in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2021

**2. Accounting policies (continued)**

**2.9 Financial instruments (continued)**

for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Comprehensive Statement of Income and Retained Earnings.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

For financial liabilities measured at amortised cost, the impairment loss is measured as the difference between a liability's carrying amount and the present value of estimated cash flows discounted at the liability's original effective interest rate. If a financial liability has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

**3. Judgements in applying accounting policies and key sources of estimation uncertainty**

In preparing these financial statements, the directors have made the following judgements:

a) Going concern - refer to note 2.2

b) A determination of the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with an assessment of the net effect of future planning strategies.

c) An assessment of the possible impairment of assets takes place bi annually, whereby the Directors calculate the fair value on a discounted cash flow basis in accordance with IPEV Valuation Guidelines. This value is then compared to that within the financial statements at which point, if there are signs of impairment, this is then accounted for.



**WIND ENERGY HOLDINGS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2021**

**4. Operating (loss)/profit**

The operating (loss)/profit is stated after charging:

	<b>30 June 2021</b>	<i>Unaudited</i> <b>31 December 2019</b>
	<b>£</b>	<b>£</b>
Auditor's remuneration	<b>4,500</b>	<b>1,500</b>

**5. Employees**

The average monthly number of employees, including directors, during the period was 2 (2019 - 2).

**6. Fixed asset investments**

	<b>Investments in subsidiary companies £</b>
<b>Cost</b>	
At 1 January 2020	<b>150,004</b>
At 30 June 2021	<b>150,004</b>

The brought forward amounts in the fixed asset investments note are unaudited.

**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

<b>Name</b>	<b>Registered office</b>	<b>Principal activity</b>	<b>Class of shares</b>	<b>Holding</b>
Wind Energy Scotland (Birkwood Mains) Limited	13 Queen's Road, Aberdeen, Scotland, AB15 4YL	Operation of wind turbines	Ordinary	100 %
Wind Energy Scotland (Fourteen Acre Fields) Limited	13 Queen's Road, Aberdeen, Scotland, AB15 4YL	Operation of wind turbines	Ordinary	100 %
Wind Energy Scotland (Holmhead) Limited	13 Queen's Road, Aberdeen, Scotland, AB15 4YL	Operation of wind turbines	Ordinary	100 %
Wind Energy Two Limited	The Tramshed, 25 Lower Park Row, Bristol, BS1 5BN	Operation of wind turbines	Ordinary	100 %

**WIND ENERGY HOLDINGS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2021**

**7. Debtors**

	<b>30 June 2021 £</b>	<i>Unaudited 31 December 2019 £</i>
<b>Due after more than one year</b>		
Amounts owed by group undertakings	<b>1,950,104</b>	2,054,507
	<b>1,950,104</b>	2,054,507
	<b>1,950,104</b>	2,054,507

**8. Cash and cash equivalents**

	<b>30 June 2021 £</b>	<i>Unaudited 31 December 2019 £</i>
Cash at bank and in hand	<b>835</b>	754
	<b>835</b>	754

**9. Creditors: Amounts falling due within one year**

	<b>30 June 2021 £</b>	<i>Unaudited 31 December 2019 £</i>
Trade creditors	-	1,679
Amounts owed to group undertakings	<b>2,789,392</b>	-
Other taxation and social security	<b>1,798</b>	1,648
Accruals and deferred income	<b>5,251</b>	-
	<b>2,796,441</b>	3,327

Amounts owed to group undertakings are repayable on demand and are interest free. These are confirmed annually by other group companies and no interest is accrued on these balances. The fair value is not materially different to the carrying value.

**WIND ENERGY HOLDINGS LIMITED**

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**10. Creditors: Amounts falling due after more than one year**

	<b>30 June 2021</b>	<i>Unaudited 31 December 2019</i>
	<b>£</b>	<b>£</b>
Amounts owed to group undertakings	-	2,886,234
	<u>-</u>	<u>2,886,234</u>

**11. Share capital**

	<b>30 June 2021</b>	<i>Unaudited 31 December 2019</i>
	<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>		
50 (2019 - 50) Ordinary shares of £1.00 each	<b>50</b>	50
16 (2019 - 16) A Ordinary shares of £1.00 each	<b>16</b>	16
	<u><b>66</b></u>	<u>66</u>

The ordinary shares are entitled to one vote per share in any circumstances and the right to participate in a distribution whether arising from liquidation, capital reduction or otherwise. The first £20m of proceeds on a realisation shall be paid pro-rata to the holders of ordinary shares.

The 'A' ordinary shares are entitled to the right to participate in a distribution whether arising from liquidation, capital reduction or otherwise. Each share is entitled to one vote save when a major event of default has occurred and the number of voting rights attaching to 'A' ordinary shares shall be equal to 95% of the total voting rights attaching to all shares in issue at the time.

**12. Related party transactions**

The company has taken advantage of the exemption contained in Section 33 of FRS 102 "Related Party Disclosures" from disclosing transactions with the entities which are part of the group, since 100% of the voting rights in the company are controlled within the group and the company is included within the group accounts which are publicly available.

**13. Subsequent events**

The share capital of the Company's parent company, Arena Capital Partners Limited was purchased by Arena Wind Holdings Limited on 16 December 2020. The share capital of Arena Wind Holdings Limited was purchased by New Road Wind Limited on 29 July 2021.

**WIND ENERGY HOLDINGS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
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**14. Controlling party**

The company's immediate parent company is Arena Capital Partners Limited a company incorporated in the United Kingdom.

The ultimate controlling party by virtue of its shareholding is Bluefield Solar Income Fund Limited which is incorporated in Guernsey.

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.