

Company registration number 10001358 (England and Wales)

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

PAGES FOR FILING WITH REGISTRAR

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

COMPANY INFORMATION

Director	D H W Poulson
Company number	10001358 (England and Wales)
Registered office	2nd Floor Regis House 45 King William Street London United Kingdom EC4R 9AN
Auditor	Azets Audit Services 2nd Floor Regis House 45 King William Street London United Kingdom EC4R 9AN
Business address	Build Studios 203 Westminster Bridge Road London United Kingdom SE1 7FR

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

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STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	4		1,817,359		2,074,702
Current assets					
Debtors	5	180,399		291,204	
Cash at bank and in hand		781,057		400,199	
		<u>961,456</u>		<u>691,403</u>	
Creditors: amounts falling due within one year	6	<u>(1,785,535)</u>		<u>(1,986,093)</u>	
Net current liabilities			<u>(824,079)</u>		<u>(1,294,690)</u>
Total assets less current liabilities			<u>993,280</u>		<u>780,012</u>
Provisions for liabilities	7		<u>(248,320)</u>		<u>(148,202)</u>
Net assets			<u><u>744,960</u></u>		<u><u>631,810</u></u>
Capital and reserves					
Called up share capital	8		1		1
Profit and loss reserves			<u>744,959</u>		<u>631,809</u>
Total equity			<u><u>744,960</u></u>		<u><u>631,810</u></u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved and signed by the director and authorised for issue on 28 November 2022

D H W Poulson
Director

Company Registration No. 10001358 (England and Wales)

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Company information

Stranraer Sustainable Heat and Power Limited is a private company limited by shares incorporated in England and Wales. The registered office can be found on the company information page.

1.1 Accounting convention

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" ("FRS 102") and the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The financial statements have been prepared on a going concern basis. The use of the going concern basis is appropriate because there are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the company's ability to continue as a going concern.

1.3 Turnover

Turnover represents the value of services provided under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due.

1.4 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment losses. Cost comprises the aggregate amount paid and the fair value of any other consideration given to acquire the asset and includes costs directly attributable to making the asset capable of operating as intended.

Costs directly associated with the construction of Combined Heat & Power Plants are recognised in the financial statements at the point at which they are considered to be virtually certain to proceed to completion. Expenses incurred prior to the point of virtual certainty are charged against income when incurred. Costs are transferred from assets under construction to plant and machinery and depreciation commences when the asset is available for use.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over their expected useful lives as follows:

Combined Heat & Power Plant	15 years from the date of availability for use
Overhaul to Combined Heat & Power Plant	4 years from the date of availability for use

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

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, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.7 Debtors and creditors payable / receivable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the director is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible fixed assets is sensitive to the changes in the estimated useful economic lives and residual value of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2022 Number	2021 Number
Total	1	1

4 Tangible fixed assets

	Combined Heat & Power Plant
	£
Cost	
At 1 April 2021	2,788,163
Additions	94,160
Disposals	(177,860)
At 31 March 2022	2,704,463
Depreciation and impairment	
At 1 April 2021	713,461
Depreciation charged in the year	351,503
Eliminated in respect of disposals	(177,860)
At 31 March 2022	887,104
Carrying amount	
At 31 March 2022	1,817,359
At 31 March 2021	2,074,702

5 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	111,518	168,671
Other debtors	68,881	122,533
	180,399	291,204

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	81,039	221,720
Amounts owed to group undertakings	1,607,701	1,682,702
Other creditors	96,795	81,671
	<u>1,785,535</u>	<u>1,986,093</u>

7 Provisions for liabilities

	2022 £	2021 £
Deferred tax liabilities	248,320	148,202
	<u>248,320</u>	<u>148,202</u>

8 Called up share capital

	2022 Number	2021 Number	2022 £	2021 £
Ordinary share capital Issued and fully paid 1 of £1 each	1	1	1	1
	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was John Howard and the auditor was Azets Audit Services.

STRANRAER SUSTAINABLE HEAT AND POWER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

10 Related party transactions

The company's related parties with whom the company had transactions during the year are as follows:

Domino Energy Limited: Immediate parent company

Basepower Limited: Common directorship of D H W Poulson

At 31 March 2022, the company owed £1,607,701 (2021: £1,682,702) to Domino Energy Limited.

During the year, the company was charged bookkeeping and administration fees of £10,676 (2021: £10,601) and management charges of £106,756 (2021: £106,014) by Basepower Limited. At 31 March 2022, the company owed £nil (2021: £4,165) to Basepower Limited in respect of these fees.

11 Ultimate controlling party

The company is a subsidiary undertaking of Domino Energy Limited, a company registered in England and Wales.

The ultimate parent company is Rockpool Investment Nominee Limited, a company registered in England and Wales. The registered office is 10 Bressenden Place, London, England, SW1E 5DH.

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.