

Fulcrum Metering Services Limited

Annual report and financial statements

for the period ended 31 March 2020

Registered number: 10191617



Fulcrum Metering Services Limited

Annual report and financial statements for the period ended 31 March 2020

	Page
Directors' Report	1
Independent auditor's report to the members of Fulcrum Metering Services Limited.....	4
Statement of comprehensive income	7
Statement of changes in equity.....	8
Balance sheet.....	9
Notes to the financial statements	10

Fulcrum Metering Services Limited

Directors' Report

The Directors present their report and the audited financial statements of Fulcrum Metering Services Limited ("the Company") for the period ended 31 March 2020.

Principal Activities

The principal activity of the Company is the trading of electricity. The Company commenced trading during the period.

Directors

The Directors of the Company during the financial period and up to the date of signing the financial statements were:

M Harrison (resigned 30 September 2019)

H Griffiths (resigned 30 June 2019)

D Harris (appointed 24 June 2019)

T Dugdale (appointed 1 July 2019)

Registered Office

2 Europa View, Sheffield Business Park, Sheffield, S9 1XH

Directors' Indemnities and Insurance

The Company indemnifies its officers against liabilities arising from the conduct of the Company's business, to the extent permitted by law, by the placing of Directors' and officers' insurance. The insurance indemnifies individual Directors' and officers' personal legal liability and cost for claims arising out of actions taken in connection with the Company's business.

Immediate Parent and Ultimate Parent Company

The immediate parent company is Fulcrum Smart Metering Limited, which is registered in the United Kingdom.

The ultimate parent company is Fulcrum Utility Services Limited, which is registered in the Cayman Islands and consolidates the financial statements of the Company. The consolidated financial statements of Fulcrum Utility Services Limited are available on its website at www.fulcrumutilityserviceslimited.co.uk.

Disclosure of Information to Auditor

The Directors who held office at the date of approval of this Directors' Report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Small Company Rules

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Fulcrum Metering Services Limited

Directors' Report (*continued*)

Going concern

The Directors of Fulcrum Utility Services Limited, the ultimate parent undertaking, have assessed the future funding requirements of Fulcrum Metering Services Limited and compared it to the level of cash resources within the Group. The assessment included a review of financial forecasts and the preparation of sensitivity analysis on the key factors that could affect future cash flow and funding, including COVID-19 (see below). The Group's policy on funding capacity is to ensure that it always has sufficient funding and committed bank facilities in place to meet foreseeable peak in working capital requirements.

The directors of the Company have assessed the conclusions reached by the Group's directors and having undertaken this review, the Directors have a reasonable expectation that the Company will have sufficient funds to continue to meet its liabilities as they fall due for at least a period of 12 months from the date of approval of these financial statements and therefore have prepared the financial statements on a going concern basis.

See the basis of preparation set out in note 1 to the financial statements for further details.

COVID-19

COVID-19 was declared a global pandemic on 11 March 2020 by the World Health Organization, and on 19 March 2020 the Coronavirus Act was introduced in the UK, with unprecedented restrictive measures being put in place nationally to help prevent the spread of COVID-19, ensure safety and wellbeing, protect health services and try and stabilise the economy.

The wider Fulcrum Group has played a key part in ensuring that key utility infrastructure continues to operate during this difficult period, and the Company has continued to trade throughout the course of the pandemic, however, the continuing spread of the virus and the associated restrictions on public life are expected to impact trading performance in 2020/21 with the timing of the return to normality and growth uncertain.

Therefore, considering the impact of COVID-19 on the business, a range of potential downside planning scenarios have been developed, including a reduction to 2020/21 revenues, reflecting a slower recovery than is currently being experienced by the business and a further severe but plausible downside scenario of a 2nd lockdown later in the same financial year. Reverse stress testing has been conducted to identify the theoretical loss of revenue and liquidity that the Group could manage without impacting its viability which would in turn impact upon the Company. This approach provides the Directors with reasonable comfort that the Company's going concern has been assessed to a severity level which more than accommodates the current experience of the shape and scale of the economic impact of the COVID-19 pandemic on the Group.

Fulcrum Metering Services Limited

Directors' Report (*continued*)

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

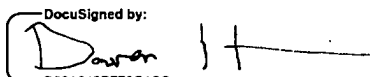
Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 *Reduced Disclosure Framework*.

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 estimates that are reasonable and prudent;
- assess the company's ability to continue 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 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.

On behalf of the board

DocuSigned by:

D98A948D770C4CC...
D Harris

Chief Executive Officer
30 September 2020

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FULCRUM METERING SERVICES LIMITED

Opinion

We have audited the Report and Financial statements of Fulcrum Metering Services Limited (the 'Company') for the year ended 31 March 2020, which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and the related notes, 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 101 'Reduced Disclosure Framework' (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 31 March 2020 and 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 United Kingdom, including the Financial Reporting Council'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.

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.

Emphasis of matter

We draw attention to note 1 in the financial statements which refers to the fact that the Coronavirus has created financial uncertainty within the economy and therefore there is increased difficulty in forecasting future results for the Company. Our opinion is not modified in respect of this matter.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FULCRUM METERING SERVICES LIMITED (CONTINUED)

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.

Opinion 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 is 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 the 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 company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement, to prepare a strategic report or in preparing the directors' report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FULCRUM METERING SERVICES LIMITED (CONTINUED)

Responsibilities of directors

As explained more fully in the directors' responsibilities statement on page 3, 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.

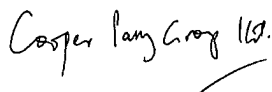
Auditors' responsibilities for the audit of the financial statements

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 our 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.



Katharine Warrington (senior statutory auditor)

for and on behalf of

Cooper Parry Group Limited

Chartered Accountants
Statutory Auditor

Sky View, Argosy Road
East Midlands Airport
Castle Donington
Derby
DE74 2SA
Date: 30 September 2020

Fulcrum Metering Services Limited

Statement of comprehensive income for the period ended 31 March 2020

	Notes	Year ended 31 March 2020 £'000	Year ended 31 March 2019 £'000
Revenue	2	786	-
Cost of sales		(487)	-
Gross result		299	-
Administrative expenses		(512)	(48)
Operating loss		(213)	(48)
Analysed as:			
Adjusted EBITDA		(115)	-
Amortisation		(98)	(48)
Operating loss	3	(213)	(48)
Loss before taxation		(213)	(48)
Taxation	6	(65)	(5)
Loss for the period attributable to equity holders of the parent		(278)	(53)

There was no other comprehensive income for the period other than those included in the profit and loss account.

All results relate to continuing operations.

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

Fulcrum Metering Services Limited

Statement of changes in equity for the period ended 31 March 2020

	Share capital £'000	Retained earnings £'000	Total equity £'000
Balance at 1 June 2018	-	-	-
Loss for the year	-	(53)	(53)
Balance at 31 March 2019	-	(53)	(53)
Loss for the period	-	(278)	(278)
Balance at 31 March 2020	-	(331)	(331)

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

Fulcrum Metering Services Limited

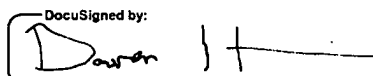
Balance sheet

as at 31 March 2020

	Notes	31 March 2020 £'000	31 March 2019 £'000
Non-current assets			
Intangible assets	7	364	368
		364	368
Current assets			
Contract assets	8	427	-
Trade and other receivables	9	289	25
Cash and cash equivalents	10	1	5
		717	30
Total assets		1,081	398
Current liabilities			
Trade and other payables	11	(1,058)	(446)
Contract liabilities	12	(284)	-
		(1,342)	(446)
Non-current liabilities			
Deferred tax liability	6	(70)	(5)
Total liabilities		(1,412)	(451)
Net liabilities		(331)	(53)
Equity			
Share capital	13	-	-
Retained earnings		(331)	(53)
Total equity		(331)	(53)

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

The financial statements were approved by the Board of Directors on 30 September 2020 and were signed on its behalf by:

DocuSigned by:

 D98A948D770C4CC...
 Daren Harris

Chief Executive Officer

Registered number: 10191617

Fulcrum Metering Services Limited

Notes to the financial statements

1. Accounting policies

Fulcrum Metering Services Limited (the "Company") is a company incorporated and domiciled in the UK.

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101").

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions have been taken.

The Company's ultimate parent undertaking, Fulcrum Utility Services Limited includes the Company in its consolidated financial statements. The consolidated financial statements of Fulcrum Utility Services Limited are prepared in accordance with International Financial Reporting Standards and are available to the public and may be obtained from 2 Europa View, Sheffield Business Park, Sheffield, S9 1XH.

In these financial statements, the company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A Cash Flow Statement and related notes;
- Comparative period reconciliations for share capital, tangible fixed assets and intangible assets;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs;
- An additional balance sheet for the beginning of the earliest comparative period following the retrospective change in accounting policy;
- Disclosures in respect of the compensation of key management personnel; and
- Disclosures of transactions with a management entity that provides key management personnel services to the company.

As the consolidated financial statements of Fulcrum Utility Services Limited include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- IFRS 2 Share Based Payments in respect of group settled share based payments
- Certain disclosures required by IAS 36 Impairment of assets in respect of the impairment of goodwill and indefinite life intangible assets;
- Certain disclosures required by IFRS 13 Fair Value Measurement and the disclosures required by IFRS 7 Financial Instrument Disclosures.

The Company proposes to continue to adopt the reduced disclosure framework of FRS 101 in its next financial statements.

The principal accounting policies set out below, unless otherwise stated, have been applied consistently to all periods presented in these financial statements.

Measurement convention

The financial statements have been prepared on the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Fulcrum Metering Services Limited

Notes to the financial statements (*continued*)

1. Accounting policies (*continued*)

Going concern

Notwithstanding net current liabilities of £625k as at 31 March 2020 (2019: £416k), the financial statements have been prepared on a going concern basis which the directors consider appropriate for the following reasons:

The Company is part of the Fulcrum Utilities Services Limited group ("the Group"). The Company and the Group meet their day to day working capital requirements from cash resources and intercompany balances with other Group companies. Therefore, in light of the Group's funding arrangements and the operational and financial support provided by the Group, the going concern assessment of the Company and the Group is dependent on that of the Group as a whole.

Fulcrum Utility Services Limited has indicated its intention to continue to make available such funds and operational support as is needed by the Company for a period of at least 12 months from the date of approval of these financial statements. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

The Group's directors have prepared detailed cashflow forecasts for the Group for the period to 30 September 2022 which indicate that, taking account of reasonably possible downsides in trading performance, the Group will have adequate resources to meet its liabilities as they fall due for at least 12 months from the date of approval of these financial statements. The Group's forecasts take into consideration the uncertainty as to the future impact of COVID-19 on the Group's trading performance. Further detail is set out in the Directors' Report.

The directors of the Company have assessed the conclusions reached by the Group's directors and agree with their conclusion. Consequently, the directors of the Company are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of these financial statements and therefore have prepared the financial statements on a going concern basis.

Accounting estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results could differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Intangible assets

Intangible assets that are acquired by the company are stated at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets are amortised over their useful lives as follows:

Software	5 years
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Fulcrum Metering Services Limited

Notes to the financial statements (*continued*)

1. Accounting policies (*continued*)

Classification of financial instruments issued by the Company

Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time.

Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Following the adoption of IAS 32, financial instruments issued by the Company are treated as equity only to the extent that they meet the following two conditions:

- they include no contractual obligations upon the Company to deliver cash or other financial assets or to exchange financial assets or financial liabilities with another party under conditions that are potentially unfavourable to the Company; and
- where the instrument will or may be settled in the Company's own equity instruments, it is either a non-derivative that includes no obligation to deliver a variable number of the Company's own equity instruments or is a derivative that will be settled by the Company's exchanging a fixed amount of cash or other financial assets for a fixed number of its own equity instruments.

To the extent that this definition is not met, the proceeds of issue are classified as a financial liability. Where the instrument so classified takes the legal form of the Company's own shares, the amounts presented in these financial statements for called-up share capital and share premium account exclude amounts in relation to those shares.

Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, loans and borrowings, and trade and other payables.

Trade and other receivables

Trade and other receivables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any allowance for expected credit losses. They are generally due for settlement within 30 days and are therefore all classified as current. Due to their short-term nature, carrying value is considered to approximate fair value.

Trade and other payables

Trade and other payables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method. Trade and other payables are presented as current liabilities unless payment is not due within twelve months after the reporting period. Due to their short-term nature, carrying value is considered to approximate fair value.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

Fulcrum Metering Services Limited

Notes to the financial statements *(continued)*

1. Accounting policies *(continued)*

Adoption of new and revised International Financial Reporting Standards (IFRSs) and Interpretations (IFRICs)

New amendments and interpretations that became mandatory for the first time during the year ended 31 March 2020 are listed below, none of which had a significant impact on the Company's results.

- IFRS 16, 'Leases'
- Amendments to IFRS 9, 'Financial Instruments' – Prepayment features with negative compensation
- Annual improvements to IFRS standards 2015-2017 cycle
- IFRIC 23, 'Uncertainty over income tax'

2. Revenue

The Company's activities consist of the installation, management and maintenance of meter portfolios for domestic and commercial energy suppliers. All activities occur in the United Kingdom.

3. Operating loss

Included in operating loss are the following charges:

	Year ended 31 March 2020	Year ended 31 March 2019
	£'000	£'000
Amortisation of intangible assets	98	48
Fulcrum Group Holdings services recharge	64	-
<i>Amounts receivable by the auditors, and their associates, in respect of:</i>		
Auditor's remuneration	6	-

The audit fee is paid by another Group company and a proportion recharged in the year using an appropriate basis.

Shared services costs are allocated and recharged to each subsidiary owned by Fulcrum Utility Services Limited on the basis of the costs incurred by Fulcrum Group Holdings Limited. These costs include legal and professional fees, insurance, and other executive costs. These costs are then allocated across the subsidiaries based on an appropriate allocation basis.

4. Staff numbers and costs

Employees have employment contracts with the Company's fellow group undertaking, Fulcrum Group Holdings Limited. Where employees work on activities wholly attributed to the Company's activities these staff costs are charged directly to the Company without a mark-up.

The amount charged to the Company in the financial year was £112k (2019: £nil) and the average monthly number of Fulcrum Group Holdings Limited employees attributed to the Company during the financial year was 4 (2019: nil).

Fulcrum Metering Services Limited

Notes to the financial statements (*continued*)

5. Directors' emoluments

The directors of the Company were remunerated through Fulcrum Group Holdings Limited and their emoluments, covering the whole group, are disclosed as follows:

	Year ended 31 March 2020	Year ended 31 March 2019
	£'000	£'000
Emoluments	656	518
Pension	14	20
Total	670	538

Included in the total emoluments above is the aggregate value of company contributions made to the pension scheme of 3 (2019: 2) directors in respect of directors' qualifying services. These costs are included in the shared services recharge.

Highest paid director:

	Year ended 31 March 2020	Year ended 31 March 2019
	£'000	£'000
Emoluments	253	306
Contributions to a defined contribution pension scheme	6	10
	259	316

6. Taxation

	Year ended 31 March 2020	Year ended 31 March 2019
	£'000	£'000
Current tax	-	-
Deferred tax	(65)	(5)
Total tax charge	(65)	(5)

A change to the main UK corporation tax rate, announced in the Budget on 11 March 2020, was substantively enacted on 17 March 2020. The rate applicable from 1 April 2020 now remains at 19.0%. Deferred tax balances have been adjusted accordingly and are calculated on the basis that they will unwind at 19.0% (2019: 17%)

Reconciliation of effective tax rate

	Year ended 31 March 2020	Year ended 31 March 2019
	£'000	£'000
Loss before taxation	(213)	(48)
Tax credit using the UK corporation tax rate of 19% (2019: 19%)	40	9
Non-deductible expenses	(4)	-
Effect of change in rate of corporation tax	(7)	-
Capital allowances in excess of amortisation	-	5
Adjustment to tax charge in respect of previous year's deferred tax	(58)	-
Newly recognised deferred tax liability	-	(5)
Group relief surrendered	(36)	(14)
Total tax charge	(65)	(5)

Fulcrum Metering Services Limited

Notes to the financial statements (continued)

6. Taxation (continued)

Movement in deferred tax balances

	31 March 2020	31 March 2019
	£'000	£'000
Deferred tax liability		
At 1 April 2019	(5)	-
Recognised in profit or loss		
Adjustment in respect of previous years	(58)	-
Effect of change in rate of corporation tax	(7)	-
Newly recognised deferred tax liability	-	(5)
At 31 March 2020	(70)	(5)

7. Intangible assets

	Software £'000
Cost	
At 1 June 2018	-
Additions	416
At 31 March 2019	416
Additions	94
At 31 March 2020	510
Accumulated amortisation	
At 1 June 2018	-
Amortisation charge for the period	(48)
At 31 March 2019	(48)
Amortisation charge for the period	(98)
At 31 March 2020	(146)
Net book value	
At 31 March 2020	364
At 31 March 2019	368
At 31 May 2018	-

8. Contract assets

	31 March 2020	31 March 2019
	£'000	£'000
Contract receivables	427	-
	427	-

Fulcrum Metering Services Limited

Notes to the financial statements (continued)

9. Trade and other receivables

	31 March 2020	31 March 2019
	£'000	£'000
Trade receivables	46	-
Amounts owed from group undertakings	211	-
Other receivables	32	25
	289	25

Other receivables are non-interest bearing and are repayable on demand.

10. Cash and cash equivalents

	31 March 2020	31 March 2019
	£'000	£'000
Cash and cash equivalents	1	5

11. Trade and other payables

	31 March 2020	31 March 2019
	£'000	£'000
Trade payables	148	-
Amounts owed to group undertakings	856	439
Accruals	43	-
Other payables	11	7
	1,058	446

No interest is borne on amounts payable to Group undertakings and all amounts are repayable on demand.

12. Contract liabilities

	31 March 2020	31 March 2019
	£'000	£'000
Contract liabilities	284	-
	284	-

Contract liabilities are the Company's obligations to transfer goods or services to a customer for which the Company has received consideration (or the amount is due) from the customer.

13. Share capital

	31 March 2020	31 March 2019
	£'000	£'000
Allotted, issued and fully paid		
100 ordinary shares of £1	-	-

Fulcrum Metering Services Limited

Notes to the financial statements (*continued*)

14. Immediate parent and ultimate parent undertaking and controlling party

At the period-end date, the immediate parent company is Fulcrum Smart Metering Limited, which is registered in the United Kingdom and the ultimate parent and controlling company is Fulcrum Utility Services Limited. The largest and smallest group of companies which include the Company, and for which consolidated financial statements were prepared, are headed by Fulcrum Utility Services Limited. The consolidated financial statements of Fulcrum Utility Services Limited are available on its website at www.fulcrumutilityserviceslimited.co.uk.