

Report of the Directors and
Unaudited Financial Statements for the Year Ended 30th September 2019
for
Impact Power Limited

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for the Year Ended 30th September 2019

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Impact Power Limited

Company Information
for the Year Ended 30th September 2019

DIRECTORS:

C G E Corbally
S Moore
M Shah

REGISTERED OFFICE:

6th Floor, St Magnus House
3 Lower Thames Street
London
EC3R 6HD

REGISTERED NUMBER:

10799736 (England and Wales)

Report of the Directors
for the Year Ended 30th September 2019

The directors present their report with the financial statements of the company for the year ended 30th September 2019.

PRINCIPAL ACTIVITY

The principal activity of the company is the trading of electricity through a large battery storage.

REVIEW OF BUSINESS

During the year under review the company made a loss of £224,091.

The directors do not propose a dividend.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st October 2018 to the date of this report.

C G E Corbally
S Moore
M Shah

Other changes in directors holding office are as follows:

E B R Simpson - resigned 17th December 2018

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

ON BEHALF OF THE BOARD:

M Shah - Director

30th September 2020

Statement of Directors' Responsibilities
for the Year Ended 30th September 2019

The directors are responsible for preparing the Report of the Directors and 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 and loss of the company for that period.

In preparing those 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;
- state whether applicable UK Accounting Standards has been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Income Statement
for the Year Ended 30th September 2019

	Year Ended 30/9/19 £	Period 2/6/17 to 30/9/18 £
TURNOVER	92,862	-
Cost of sales	<u>(22,129)</u>	<u>(2,149)</u>
GROSS PROFIT/(LOSS)	70,733	(2,149)
Administrative expenses	<u>(137,110)</u>	<u>(4,363)</u>
OPERATING LOSS	(66,377)	(6,512)
Interest receivable and similar income	<u>712</u>	<u>31</u>
	(65,665)	(6,481)
Interest payable and similar expenses	<u>(158,420)</u>	<u>(4,438)</u>
LOSS BEFORE TAXATION	(224,085)	(10,919)
Tax on loss	<u>(6)</u>	<u>-</u>
LOSS FOR THE FINANCIAL YEAR	<u>(224,091)</u>	<u>(10,919)</u>

Balance Sheet
30th September 2019

	Notes	30/9/19 £	30/9/18 £
FIXED ASSETS			
Tangible assets	4	1,807,875	1,476,280
CURRENT ASSETS			
Debtors	5	85,290	196,443
Cash at bank	6	138,408	12,336
		<u>223,698</u>	<u>208,779</u>
CREDITORS			
Amounts falling due within one year	7	<u>(250,670)</u>	<u>(471,539)</u>
NET CURRENT LIABILITIES		<u>(26,972)</u>	<u>(262,760)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,780,903	1,213,520
CREDITORS			
Amounts falling due after more than one year	8	<u>(1,881,858)</u>	<u>(1,224,438)</u>
NET LIABILITIES		<u>(100,955)</u>	<u>(10,918)</u>
CAPITAL AND RESERVES			
Called up share capital	9	1	1
Capital Contribution	10	134,054	-
Retained earnings	10	<u>(235,010)</u>	<u>(10,919)</u>
SHAREHOLDERS' FUNDS		<u>(100,955)</u>	<u>(10,918)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th September 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th September 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

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

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

M Shah - Director

Notes to the Financial Statements
for the Year Ended 30th September 2019

1. **STATUTORY INFORMATION**

Impact Power Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The previous period was longer than the current year, and covered almost fifteen months, starting from when the company was registered. As such, the comparative amounts presented in the financial statements (including the related notes) are not entirely comparable.

Going concern

The directors have considered the going concern basis of the Company in light of the current Covid-19 pandemic and specifically the situation in the United Kingdom. These are unprecedented times and therefore the directors have considered all aspects of the Company's business when looking at the going concern status.

There are obviously significant economic challenges ahead and the directors are monitoring the government updates and our specific business environment but at the time of signing these accounts we do not see any significant doubt as to the Company's ability to continue to trade at the current level and meet its liabilities as they fall due.

The financial statements, for the year ended 30th September 2019 has been prepared on going concern basis. The directors have prepared forecasts and reviewed capital requirements for the year from the date of approval of the financial statements, indicating the business will trade for at least 12 months.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Tangible fixed assets are stated as cost less depreciation.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 30th September 2019

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Share capital

Share capital represents nominal value of ordinary share, allotted, and issued.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL (2018 - NIL).

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery £
COST	
At 1st October 2018	1,476,280
Additions	423,743
At 30th September 2019	<u>1,900,023</u>
DEPRECIATION	
Charge for year	92,148
At 30th September 2019	<u>92,148</u>
NET BOOK VALUE	
At 30th September 2019	<u>1,807,875</u>
At 30th September 2018	<u>1,476,280</u>

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30/9/19 £	30/9/18 £
Trade debtors	5,381	-
VAT	3,601	196,442
Other debtors	64,735	1
Prepayments and accrued income	<u>11,573</u>	<u>-</u>
	<u>85,290</u>	<u>196,443</u>

6. **CASH AT BANK**

	30/9/19 £	30/9/18 £
Bank accounts	<u>138,408</u>	<u>12,336</u>

Notes to the Financial Statements - continued
for the Year Ended 30th September 2019

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30/9/19	30/9/18
	£	£
Trade creditors	13,374	50,768
Deferred consideration	225,879	416,066
Accruals	11,417	4,705
	<u>250,670</u>	<u>471,539</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30/9/19	30/9/18
	£	£
Intercompany payable	<u>1,881,858</u>	<u>1,224,438</u>

The long term loan as shown above represents a loan facility agreement between the two parties Impact Power Ltd and Shift Energy Ltd which commenced on 31 July 2018. As at 30 September 2019 the principal loan amount is £1,719,000 and accrues interest of £162,858 which represents 10% per annum.

9. **CALLED UP SHARE CAPITAL**

Allotted and issued:		Nominal	30/9/19	30/9/18
Number:	Class:	value:	£	£
1	Share capital 1	£1.00	<u>1</u>	<u>1</u>

10. **RESERVES**

	Retained earnings £	Capital Contribution £	Totals £
At 1st October 2018	(10,919)	-	(10,919)
Deficit for the year	(224,091)		(224,091)
Capital Contribution	-	134,054	134,054
At 30th September 2019	<u>(235,010)</u>	<u>134,054</u>	<u>(100,956)</u>

11. **EVENTS AFTER THE REPORTING PERIOD**

On 31 January 2020 the World Health Organisation announced a global health emergency with regards to the Covid-19 pandemic. The pandemic is creating a major economic impact around the world, including the UK where the Company's activities are conducted.

The Company has not, at the date of these financial statements, seen any material impact to its continuing operations. The full impact of the pandemic is not yet known but the directors consider the Company to be well placed to trade through the situation and for the going concern basis to remain an appropriate basis on which to draw up these financial statements.

12. **RELATED PARTY TRANSACTIONS**

The Company has applied the exemption granted by Section 33.1A of FRS 102 Related Party Disclosures not to disclose transactions with the parent company on the basis that it is a wholly owned subsidiary or any transactions with other related parties that have been undertaken under normal market conditions.

13. **CONTROLLING PARTY**

The immediate parent company is Shift Energy Limited, a company incorporated in England and Wales. The registered office of Shift Energy Limited is 6th Floor St Magnus House, 3 Lower Thames Street, London, England, EC3R 6HD.

The ultimate parent company is Bagnall Energy Limited, a company incorporated in England and Wales. The registered office of Bagnall Energy Limited is 6th Floor St Magnus House, 3 Lower Thames Street, London, England, EC3R 6HD.

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.