

LHESCO LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR YEAR ENDED 31 DECEMBER 2018



LHESCO Limited
Report and Financial Statements
For year ended 31 December 2018

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LHESCO Limited**Report of the Directors****Directors**

W W Astor
J S Aumonier

Registered office

One New Change, London, EC4M 9AF

Company number

11049962

The directors present their report together with the unaudited financial statements for the year ended 31 December 2018.

Results and Dividends

The results for the period are shown on page 3.

The directors do not recommend the payment of a dividend for the period.

Principal Activities and Future Developments

The company's principal activity is the acquisition and operation of battery storage development sites.

The directors expect to continue with the company's principal activity for the coming year.

Small Companies Regime

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

By Order of the Board on 2/8/2019

A handwritten signature in black ink, appearing to be 'W. W. Astor', written over the text 'By Order of the Board on 2/8/2019'.

W. W. Astor
Director

LHESCO Limited**Statement of Directors' Responsibilities**

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 period. 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 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 judgments and estimates that are reasonable and prudent; and
- prepare the 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.

LHESCO Limited
Statement of Comprehensive Income
For the year ended 31 December 2018

	<u>Note</u>	<u>Period from 6 November 2017 to 31 December 2018</u> £
Turnover		107,583
Operating expenses		(252,459)
		<hr/>
Operating loss		(144,876)
		<hr/>
Loss on ordinary activities after taxation	7	(144,876)
		<hr/>

There are no items to recognise in other comprehensive income in either period.

The notes on pages 5 to 7 form part of these financial statements

LHESCO Limited

Statement of Financial Position
at 31 December 2018

Company Number: 11049962

	<u>Note</u>	<u>2018</u>	
		£	£
Fixed Assets			
Financial instrument		212,786	
Investments at cost		<u>168</u>	
			<u>212,954</u>
Current Assets			
Debtors	4	11,754	
Cash on hand		<u>22,519</u>	
		34,273	
Creditors: amounts falling due within one year		<u>-</u>	
Net Current Assets			<u>34,273</u>
Total assets less Current Liabilities			247,227
Creditors: amounts falling due after more than one year	5		<u>(293,102)</u>
Net Liabilities			<u>(45,875)</u>
Capital and Reserves			
Share capital	6		1
Share premium	6		99,000
Profit and loss account	7		<u>(144,876)</u>
Shareholders' Funds	8		<u>(45,875)</u>

For the year ended 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the period in questions in accordance with section 476: and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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 2/8/2019

and signed on their behalf by

W. W. Astor

LHESCO Limited**Financial Statements for the year ended 31 December 2018****Notes****1. Accounting Policies****(a) Basis of preparation**

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

The following principal accounting policies have been applied:

(b) Turnover

Turnover represents the value of goods and services for the principle activity of the business.

(c) Debtors

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

(d) 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.

(e) Financial Instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from related parties and loans to related parties.

Basic financial instruments are initially measured at cost and subsequently amortised cost.

(f) 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.

(g) Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

LHESCO Limited

Financial Statements for the year ended 31 December 2018

Notes (continued)

1. Accounting Policies

(h) Financial Reporting Standard 102 – Reduced Disclosure Exemptions

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, Section 1A";

- The requirements of Section 7 Statement of Cash Flows;
- The requirements of Section 3 Financial Statement Presentation paragraph 3.17(d) relating to statement of cash flows;
- The requirements of Section 6 Statement of Changes in Equity and Statement of Income and Retained Earnings.

(i) Redeemable preference shares

Redeemable preference shares are recognised as a liability at transaction price with the interest rate assumed to be at market rate. Subsequently, the shares are measured at amortised cost using the effective interest method. Interest is accrued to the extent it is not being paid quarterly in accordance with the underlying agreement.

2. Staff costs

The company had no employees during the period. No emoluments were payable to the directors and key management personnel of the company during the period.

3. Taxation

UK corporation tax charge

Period from
6 November
2017 to
31 December
2018
£

-

4. Debtors

Amount owed by related parties

31 December
2018
£
11,755
11,755

LHESCO Limited

Financial Statements for the year ended 31 December 2018

Notes (Continued)

5. Creditors: amounts falling due after more than one year

	<u>31 December</u> <u>2018</u> £
Financial instrument	<u>293,102</u>
	<u>293,102</u>

In the period to 31 December 2018, the company issued 150 redeemable preference shares at £1,000.00 per share. Interest is accruing at a fixed preferential rate of 12% and payable on a quarterly basis. The preference share must be redeemed upon the earliest of the company having received a redemption instruction by the shareholder or the date falling ten years after the first date of issuance of any preference share. Interest accruing for the period was 143,102.

6. Share capital

	<u>2018</u> £
Issue of shares	100
Share premium	<u>98,901</u>
As at 31 December 2018	<u>99,001</u>

In the period to 31 December 2018, the company issued 100 ordinary shares at £0.01. 99 of these shares were issued at a share premium of £999.00 per share.

7. Profit and Loss Account

	<u>2018</u> £
As at 1 January 2018	-
Loss for the period	<u>(144,876)</u>
As at 31 December 2018	<u>(144,876)</u>

8. Reconciliation of Movements in Shareholders' Funds

	<u>2018</u> £
As at 1 January 2018	-
Issue of shares	1
Share premium	99,000
Loss for the period	<u>(144,876)</u>
As at 31 December 2018	<u>(45,875)</u>