

ENERGEN BIOGAS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

ENERGEN BIOGAS LIMITED

COMPANY INFORMATION

DIRECTORS

Robert James Etherson
Paul Ellis Gill (appointed 9 June 2020)
Itai Raanan (appointed 19 August 2020)
Erez Gissin (resigned 19 August 2020)
Ross Cooper (resigned 9 June 2020)

REGISTERED NUMBER

SC338426

REGISTERED OFFICE

Suite 1a
Kestrel View
Strathclyde Business Park
Bellshill
ML4 3PB

INDEPENDENT AUDITORS

EQ Accountants LLP
Chartered Accountants & Statutory Auditors
14 City Quay
Dundee
DD1 3JA

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

		2020 £	2019 £
Fixed assets			
Tangible assets	4	6,852,186	8,292,086
		<u>6,852,186</u>	<u>8,292,086</u>
Current assets			
Debtors: amounts falling due within one year	5	2,355,838	3,082,458
Cash at bank and in hand		2,393,683	2,775,883
		<u>4,749,521</u>	<u>5,858,341</u>
Creditors: amounts falling due within one year	6	(1,424,237)	(1,881,689)
Net current assets		<u>3,325,284</u>	<u>3,976,652</u>
Total assets less current liabilities		<u>10,177,470</u>	<u>12,268,738</u>
Creditors: amounts falling due after more than one year	7	(7,508,576)	(7,741,264)
Provisions for liabilities			
Deferred tax		(331,533)	(432,618)
		<u>(331,533)</u>	<u>(432,618)</u>
Net assets		<u><u>2,337,361</u></u>	<u><u>4,094,856</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		2,337,261	4,094,756
		<u><u>2,337,361</u></u>	<u><u>4,094,856</u></u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2020

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 August 2021.

Paul Ellis Gill
Director

The notes on pages 3 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

Energen Biogas Limited is a private company, limited by shares, registered in Scotland with the number

SC338426. The registered office is Suite 1A Kestrel View, Strathclyde Business Park, Bellshill, Scotland, ML4 3PB. The principal place of business is Dunswood Road, Cumbernauld, Glasgow, Scotland, G67 3EN.

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 Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The financial statements are presented in Sterling (£).

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 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 YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.4 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. 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.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Land	-	not depreciated
Plant and machinery	-	3 - 20 years
Site development	-	25 years
Website costs	-	3 years
Work in progress	-	not depreciated

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.6 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

2.7 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 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.

2.8 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 18 (2019 - 18).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

4. Tangible fixed assets

	Land £	Plant and machinery £	Site development £	Website costs £	Work in progress £	Total £
Cost or valuation						
At 1 January 2020	397,653	15,076,987	2,590,249	3,222	31,537	18,099,648
Additions	-	122,400	-	-	-	122,400
Transfers between classes	-	31,537	-	-	(31,537)	-
At 31 December 2020	397,653	15,230,924	2,590,249	3,222	-	18,222,048
Depreciation						
At 1 January 2020	-	8,863,216	941,124	3,222	-	9,807,562
Charge for the year on owned assets	-	1,458,690	103,610	-	-	1,562,300
At 31 December 2020	-	10,321,906	1,044,734	3,222	-	11,369,862
Net book value						
At 31 December 2020	397,653	4,909,018	1,545,515	-	-	6,852,186
At 31 December 2019	397,653	6,213,771	1,649,125	-	31,537	8,292,086

The net book value of land and buildings may be further analysed as follows:

	2020 £	2019 £
Freehold	397,653	397,653

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. Debtors

	2020 £	2019 £
Trade debtors	541,850	1,241,107
Prepayments and accrued income	1,813,988	1,841,351
	<u>2,355,838</u>	<u>3,082,458</u>

6. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	60,761	68,320
Corporation tax	302,580	437,802
Other taxation and social security	199,908	204,678
Obligations under finance lease and hire purchase contracts	63,500	28,127
Other creditors	1,918	109,367
Accruals and deferred income	795,570	1,033,395
	<u>1,424,237</u>	<u>1,881,689</u>

Liabilities under finance leases and hire purchase contracts are secured over the assets to which they pertain.

7. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Net obligations under finance leases and hire purchase contracts	38,975	49,552
Amounts owed to group undertakings	7,469,601	7,469,601
Accruals and deferred income	-	222,111
	<u>7,508,576</u>	<u>7,741,264</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

8. Share capital

	2020	<i>2019</i>
	£	£
Allotted, called up and fully paid		
50,001 (2019 - 50,001) A ordinary shares of £0.001 each	50.001	<i>50.001</i>
49,999 (2019 - 49,999) B ordinary shares of £0.001 each	49.999	<i>49.999</i>
	<hr/>	<hr/>
	<u>100.000</u>	<i><u>100.000</u></i>

9. Controlling party

The ultimate parent undertaking is Bio Capital Limited with its registered office at 3rd Floor South Building, 200 Aldersgate Street, London, England, EC1A 4HD.

10. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2020 was unqualified.

The audit report was signed on 31 August 2021 by Douglas Rae (Senior statutory auditor) on behalf of EQ Accountants LLP.

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.