

REGISTERED NUMBER: 07315867 (England and Wales)

**BRITISH SOLAR RENEWABLES LIMITED**  
**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**  
**AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

FRIDAY



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23/12/2016  
COMPANIES HOUSE

Rothmans Audit LLP  
Statutory Auditors  
Chartered Accountants  
Fryern House  
125 Winchester Road  
Chandlers Ford  
Hampshire  
SO53 2DR

**BRITISH SOLAR RENEWABLES LIMITED**  
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**FOR THE YEAR ENDED 30 JUNE 2016**

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**BRITISH SOLAR RENEWABLES LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 2016**

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**DIRECTORS:**

G D Harding  
F M Button  
R S J Cotterell  
D G Peill  
C Bondi  
K R Ross

**REGISTERED OFFICE:**

Higher Hill Farm  
Butleigh Hill  
Butleigh  
Glastonbury  
Somerset  
BA6 8TW

**REGISTERED NUMBER:**

07315867 (England and Wales)

**AUDITORS:**

Rothmans Audit LLP  
Statutory Auditors  
Chartered Accountants  
Fryern House  
125 Winchester Road  
Chandlers Ford  
Hampshire  
SO53 2DR

**BRITISH SOLAR RENEWABLES LIMITED**

**STRATEGIC REPORT  
FOR THE YEAR ENDED 30 JUNE 2016**

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The directors present their strategic report for the year ended 30 June 2016.

**Principal activities**

The principal activities of the company continued to be the design, development, supply, installation and operation & maintenance of solar energy products and systems.

**Review of business**

The results for the year reflect the construction of 12 new ground mounted solar sites and a significantly improved financial performance.

Revenues of £84m (2015: £120.8m) generated an EBITDA before exceptional items of £3.8m (2015: £3m loss).

**Principal risks and uncertainties**

The key operating risk in 2016 is further changes in the UK and European regulatory regime which impact the solar market. The main financial risk is the availability of funding and working capital to finance growth.

**ON BEHALF OF THE BOARD:**

  
.....  
G D Harding - Director

Date: 15/12/16  
.....

## **BRITISH SOLAR RENEWABLES LIMITED**

### **REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 JUNE 2016**

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The directors present their report together with the audited financial statements for the year ended 30 June 2016.

#### **Results and dividends**

The profit and loss account is set out on page 6 and shows the profit for the year.

#### **DIVIDENDS**

No dividends will be distributed for the year ended 30 June 2016.

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 July 2015 to the date of this report.

G D Harding  
F M Button  
R S J Cotterell

Other changes in directors holding office are as follows:

G Frampton - resigned 6 April 2016  
S P J Edwards - appointed 8 July 2015  
D G Peill - appointed 1 July 2015  
C Bondi - appointed 4 March 2016  
K R Ross - appointed 4 March 2016

A C Macdonald and S P J Edwards ceased to be directors after 30 June 2016 but prior to the date of this report.

#### **POLITICAL DONATIONS AND EXPENDITURE**

In the prior year the company made donations of £6,172.

#### **FINANCIAL RISK MANAGEMENT**

The Board recognises the need for strong corporate governance particularly in the area of the financial risk management. It meets on a monthly basis to review the financial performance of the business and the forecast performance and cash flows. Access to funding is a key risk as noted above and the Board are focused on ensuring that there is sufficient working capital available within the company to operate effectively.

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**BRITISH SOLAR RENEWABLES LIMITED**

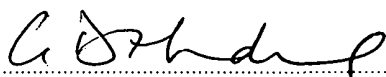
**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 JUNE 2016**

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**AUDITORS**

The auditors, Rothmans Audit LLP, were appointed during the year, they will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



G D Harding - Director

Date: 15/12/16

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
BRITISH SOLAR RENEWABLES LIMITED**

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We have audited the financial statements of British Solar Renewables Limited for the year ended 30 June 2016 on pages six to nineteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 a Report of the Auditors 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.

**Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2016 and of its profit 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.

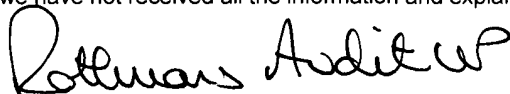
**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where 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 financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Robin Lloyd FCA (Senior Statutory Auditor)  
for and on behalf of Rothmans Audit LLP  
Statutory Auditors  
Chartered Accountants  
Fryern House  
125 Winchester Road  
Chandlers Ford  
Hampshire  
SO53 2DR

Date: 20/12/16

**BRITISH SOLAR RENEWABLES LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2016**

	Notes	2016 £	2015 £
<b>TURNOVER</b>	3	<b>84,021,717</b>	120,844,182
Cost of sales		<u>76,786,991</u>	<u>121,795,438</u>
<b>GROSS PROFIT/(LOSS)</b>		<b>7,234,726</b>	(951,256)
Administrative expenses		<u>3,819,905</u>	<u>2,282,946</u>
<b>OPERATING PROFIT/(LOSS)</b>	5	<b>3,414,821</b>	(3,234,202)
Exceptional items	6	<u>1,546,730</u>	-
		<b>1,868,091</b>	(3,234,202)
Interest receivable and similar income		<u>107,173</u>	<u>259,674</u>
		<b>1,975,264</b>	(2,974,528)
Interest payable and similar charges	7	-	<u>35,996</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>1,975,264</b>	(3,010,524)
Tax on profit/(loss) on ordinary activities	8	-	-
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<b>1,975,264</b>	(3,010,524)
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u><b>1,975,264</b></u>	<u>(3,010,524)</u>

The notes form part of these financial statements



## BRITISH SOLAR RENEWABLES LIMITED (REGISTERED NUMBER: 07315867)

BALANCE SHEET  
30 JUNE 2016

		2016	2015
	Notes	£	£
<b>FIXED ASSETS</b>			
Tangible assets	9	1,433,711	2,398,225
Investments	10	100	100
		<u>1,433,811</u>	<u>2,398,325</u>
<b>CURRENT ASSETS</b>			
Stocks	11	3,420,119	10,446,354
Debtors	12	32,054,375	16,058,299
Cash at bank		7,566,156	1,115,626
		<u>43,040,650</u>	<u>27,620,279</u>
<b>CREDITORS</b>			
Amounts falling due within one year	13	56,810,890	44,330,297
<b>NET CURRENT LIABILITIES</b>		<u>(13,770,240)</u>	<u>(16,710,018)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(12,336,429)</u>	<u>(14,311,693)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	14	2	2
Retained earnings	15	(12,336,431)	(14,311,695)
<b>SHAREHOLDERS' FUNDS</b>		<u>(12,336,429)</u>	<u>(14,311,693)</u>

The financial statements were approved by the Board of Directors on 15/12/16 and were signed on its behalf by:

  
G D Harding - Director

The notes form part of these financial statements

**BRITISH SOLAR RENEWABLES LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2016**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 July 2014</b>	2	(11,301,171)	(11,301,169)
<b>Changes in equity</b>			
Total comprehensive income	-	(3,010,524)	(3,010,524)
<b>Balance at 30 June 2015</b>	<u>2</u>	<u>(14,311,695)</u>	<u>(14,311,693)</u>
<b>Changes in equity</b>			
Total comprehensive income	-	1,975,264	1,975,264
<b>Balance at 30 June 2016</b>	<u><u>2</u></u>	<u><u>(12,336,431)</u></u>	<u><u>(12,336,429)</u></u>

The notes form part of these financial statements

**BRITISH SOLAR RENEWABLES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2016**

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**1. COMPANY INFORMATION**

British Solar Renewables Limited was incorporated on 15 July 2010 under the Companies Act 2006, as a private limited company and is registered in England and Wales. The principal activity of British Solar Renewables Limited is that of the construction of solar power farms. The address of its head office and registered office is Higher Hill Farm, Butleigh Hill, Butleigh, Glastonbury, Somerset, BA6 8TV.

**2. ACCOUNTING POLICIES**

**Basis of preparation**

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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

These financial statements have been prepared on a going concern basis, which assumes that the group will continue to meet its obligations as they fall due. The directors have concluded that it is appropriate to prepare the financial statements on a going concern basis.

This is the first year in which the financial statements have been prepared under FRS102. The date of transition is 1 July 2014.

The transition to FRS102 has resulted in no changes in accounting policies to those used previously.

The presentational currency is £ sterling.

**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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**BRITISH SOLAR RENEWABLES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2016**

**2. ACCOUNTING POLICIES - continued**

**Significant judgements and estimates**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date, and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

**1) Revenue recognition**

Revenue is recognised in relation to the value of work carried out which is based on the project as a whole. Judgements are made on the timing of revenue recognition based on the percentage completion of the work, and the expected outcome of the contract.

**2) Stock impairments**

Management use their judgement in determining the recoverability of stock.

**3) Exceptional items**

Management have used their judgement to determine whether costs are exceptional and do not form part of operating costs.

**4) Impairment of assets**

Judgement is used to determine whether there are any indicators of impairment, triggering an impairment review.

Other key sources of estimation uncertainty:

**1) Revenue recognition**

Estimates are made on the percentage degree completion of contracts by reviewing the costs incurred to date against total expected costs of the project.

**Contract revenue recognition**

Long-term contracts are assessed on a contract by contract basis and are reflected in the profit and loss account by recording turnover and related costs as contract activity progresses based on the percentage completed. Where the outcome of each long-term contract can be assessed with reasonable certainty before its conclusion, the attributable profit is recognised in the profit and loss account as the difference between the reported turnover and related costs for that contract.

The completion stage of a contract is determined by reference to costs incurred compared to total estimated costs of the contract.

**Assets under construction**

Assets under construction are stated at cost, including attributable direct overheads where appropriate, less provisions for impairment. The assets will cease to be treated as assets under construction upon practical completion of the project.

**Depreciation**

Depreciation is provided to write off the cost, less estimated residual values of all tangible fixed assets, except for the investment properties and freehold land, evenly over their expected useful lives. It is calculated at the following rates:

Leasehold property	- Over the period of the lease
Plant and machinery	- 15% per annum on cost
Motor vehicles	- 20% per annum on cost
Fixtures and fittings	- 10% per annum on cost
Computer equipment	- 10% per annum on cost

**Stocks**

Stocks are valued at the lower of cost and recoverable value. Cost is based on the cost of purchases on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

BRITISH SOLAR RENEWABLES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2016

2. ACCOUNTING POLICIES - continued

**Deferred taxation**

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

**Foreign currency**

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the profit and loss account.

**Financial instruments**

Financial instruments are classified and accounted for according to the substance of the contractual arrangements as either financial assets, financial liabilities or equity instruments, and are held at amortised cost. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all its liabilities.

**Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest rate 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.

**Operating lease commitments**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit or loss on a straight line basis over the period of the lease. Any incentives related to the lease have been spread over the life of the lease.

**Valuation of investments**

Investments held as fixed assets are stated at cost less any provision for impairment. Investments held as current assets are stated at the lower of cost and net realisable value.

**Consolidated financial statements**

The financial statements contain information about British Solar Renewable Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken advantage of the exemption conferred by section 400 of the Companies Act 2006 not to produce consolidated financial statements as it is included in EEA group accounts of a larger group.

**Exceptional items**

Exceptional items are one off, material items outside the normal course of business which are not related to the company's trading activities.

3. TURNOVER

Turnover is generated from solar park construction contracts and operation and maintenance contracts.

The amount of contract revenue recognised in the period is £84,021,717 (2015: £120,844,182).

4. STAFF COSTS

	2016	2015
	£	£
Wages and salaries	5,122,191	4,059,338
Social security costs	555,376	410,587
Other pension costs	118,921	9,255
	<u>5,796,488</u>	<u>4,479,180</u>

**BRITISH SOLAR RENEWABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 JUNE 2016**

**4. STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	2016	2015
EPC	44	71
O&M	16	7
Head Office	62	24
Directors	6	3
	<u>128</u>	<u>105</u>

**5. OPERATING PROFIT/(LOSS)**

The operating profit (2015 - operating loss) is stated after charging/(crediting):

	2016 £	2015 £
Depreciation - owned assets	358,636	189,461
Profit on disposal of fixed assets	-	(2,688)
Auditors' remuneration	32,650	32,650
Foreign exchange differences	(25,078)	(213,504)
	<u>829,162</u>	<u>373,983</u>
Directors' remuneration	48,015	-
Directors' pension contributions to money purchase schemes	<u>48,015</u>	<u>-</u>

Information regarding the highest paid director is as follows:

	2016 £	2015 £
Emoluments etc	<u>143,118</u>	<u>75,000</u>

**6. EXCEPTIONAL ITEMS**

	Year ended 30 June 2016 £	Year ended 30 June 2015 £
Impairment of assets in the course of construction	600,000	-
Professional fees	394,645	-
Redundancy costs	511,400	-
Employment advice	40,685	-
	<u>1,546,730</u>	<u>-</u>

**7. INTEREST PAYABLE AND SIMILAR CHARGES**

	2016 £	2015 £
Other similar charges	<u>-</u>	<u>35,996</u>

**8. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the year ended 30 June 2016 nor for the year ended 30 June 2015.

**BRITISH SOLAR RENEWABLES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2016**

**8. TAXATION - continued**

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2016 £	2015 £
Profit/(loss) on ordinary activities before tax	<u>1,975,264</u>	<u>(3,010,524)</u>
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	<b>395,053</b>	(602,105)
Effects of:		
Expenses not deductible for tax purposes	<b>216,562</b>	-
Depreciation in excess of capital allowances	<b>52,084</b>	14,792
Utilisation of tax losses	<u>(663,699)</u>	<u>587,313</u>
Total tax charge	<u>-</u>	<u>-</u>

The company has trading losses carried forward of £7,705,941.

**9. TANGIBLE FIXED ASSETS**

	Leasehold improvements £	Plant and machinery £	Assets under construction £	Totals £
<b>COST</b>				
At 1 July 2015	<b>185,335</b>	<b>921,976</b>	<b>2,803,146</b>	<b>3,910,457</b>
Additions	-	2,286	-	2,286
Disposals	-	(17,495)	-	(17,495)
At 30 June 2016	<u><b>185,335</b></u>	<u><b>906,767</b></u>	<u><b>2,803,146</b></u>	<u><b>3,895,248</b></u>
<b>DEPRECIATION</b>				
At 1 July 2015	<b>100,852</b>	<b>408,234</b>	<b>1,003,146</b>	<b>1,512,232</b>
Charge for year	<b>61,151</b>	<b>297,485</b>	-	<b>358,636</b>
Eliminated on disposal	-	(9,331)	-	(9,331)
Impairments	-	-	<b>600,000</b>	<b>600,000</b>
At 30 June 2016	<u><b>162,003</b></u>	<u><b>696,388</b></u>	<u><b>1,603,146</b></u>	<u><b>2,461,537</b></u>
<b>NET BOOK VALUE</b>				
At 30 June 2016	<u><b>23,332</b></u>	<u><b>210,379</b></u>	<u><b>1,200,000</b></u>	<u><b>1,433,711</b></u>
At 30 June 2015	<u><b>84,483</b></u>	<u><b>513,742</b></u>	<u><b>1,800,000</b></u>	<u><b>2,398,225</b></u>

The directors are of the opinion that the market value of the assets under construction is in excess of the carrying amount

The company has received an offer for the assets under construction which is deemed to be arms length from a third party. This has therefore resulted in an impairment to the asset to bring the cost down to recoverable value.

**BRITISH SOLAR RENEWABLES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 JUNE 2016**

**10. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>COST</b>	
At 1 July 2015 and 30 June 2016	<u>100</u>
<b>NET BOOK VALUE</b>	
At 30 June 2016	<u>100</u>
At 30 June 2015	<u>100</u>

**Subsidiary undertakings**

The principal undertakings in which the company's interest at the period end is 20% or more are as follows:

	Country of incorporation or registration	Class of share capital held	Proportion of share capital held	Nature of business Supply of electrical connections services
Renewable Energy Connections Limited	England	Ordinary	95%	

**11. STOCKS**

	2016 £	2015 £
Stocks	328,527	2,004,295
Work-in-progress	3,091,592	8,442,059
	<u>3,420,119</u>	<u>10,446,354</u>

There is no material difference between the replacement cost of stocks and the amounts stated above.

During the period the company impaired the stock value by £1,544,589 for amounts not recoverable.

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

	2016 £	2015 £
Trade debtors	3,803,018	9,649,601
Amounts owed by group undertakings	13,982,347	223,086
Other debtors	527,552	512,165
VAT	-	1,075,034
Prepayments and accrued income	13,741,458	4,598,413
	<u>32,054,375</u>	<u>16,058,299</u>



**BRITISH SOLAR RENEWABLES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2016**

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

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>1,795,477</b>	3,816,763
Amounts owed to group undertakings	<b>40,490,622</b>	30,122,490
Social security and other taxes	<b>307,478</b>	183,204
Other creditors	<b>6,610</b>	-
Accruals and deferred income	<b>14,210,703</b>	10,207,840
	<b><u>56,810,890</u></b>	<b><u>44,330,297</u></b>

**14. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	<b>2016</b>	<b>2015</b>
			<b>£</b>	<b>£</b>
2	Ordinary shares	£1	<b><u>2</u></b>	<b><u>2</u></b>

The ordinary shares shall be non redeemable but shall hold full rights in respect of voting, and shall entitle the holder to full participation in respect of the entity and in the event of winding up the company, the shares may be considered by the directors when considering dividends from time to time.

**15. RESERVES**

	<b>Retained earnings £</b>
At 1 July 2015	<b>(14,311,695)</b>
Profit for the year	<b><u>1,975,264</u></b>
At 30 June 2016	<b><u>(12,336,431)</u></b>

Retained earnings are the accumulated profits and losses to date.

**16. ULTIMATE PARENT COMPANY**

The company is a subsidiary of Sustainable Power Generation Limited which is the ultimate parent company incorporated in England & Wales.

The largest and smallest group in which the results of the company are consolidated is that headed by Sustainable Power Generation Limited, incorporated in England & Wales. The consolidated accounts of this company are available to the public and may be obtained from Companies House. No other group accounts include the results of the company.

**BRITISH SOLAR RENEWABLES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2016**

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**17. RELATED PARTY DISCLOSURES**

During the year the company made sales amounting to £76 (2015: £439,377) to Corbin Industries Limited, a company in which A C Macdonald is a shareholder. At 30 June 2016 amounts owed by Corbin Industries Limited were £Nil (2015: £188,601).

During the year the company purchased goods amounting to £127,165 (2015: £3,942,192) from Corbin Industries Limited. At 30 June 2016 amounts owed to Corbin Industries Limited were £Nil (2015: £120,984).

The company paid rent amounting to £24,000 (2015: 24,000) during the year to A C Macdonald and K Macdonald in respect of the company's offices.

At 30 June 2016, the balance owing to the company by A C Macdonald and K Macdonald was £223,600 (2015: £30,276 owing from the company).

During the year the company made payments amounting to £Nil (2015: £26,177) to Tor Power Limited, a company in which D G Peill is a shareholder, in respect of director fees.

During the year the company made sales amounting to a credit note of -£1,148,610 (2015: £57,121,015) under engineering, procurement and construction contracts to Bradenstoke Solar Park Limited, a company which has common shareholders to Sustainable Power Generation. At 30 June 2016 amounts owed by Bradenstoke Solar Park Limited were £Nil (2015: £9,408,105).

During the year the company purchased goods and services amounting to £48,632 (2015: £63,207) from Community Heat & Power Limited, a wholly owned subsidiary of Galion Holdings Limited a company in which A C Macdonald is a director. At 30 June 2016 amounts owed to Community Heat & Power Limited were £14,608 (2015: £24,807).

During the year the company purchased goods and services amounting to £119,543 (2015: £165,973) from Brooks Development Practice Limited, a wholly owned subsidiary of Galion Holdings Limited a company in which A C Macdonald is a director. At 30 June 2016 amounts owed to Brooks Development Practice Limited were £Nil (2015: £43,857).

During the year the company recharged services amounting to £Nil (2015: £39,819) to Galion (Project 2) Limited, a wholly owned subsidiary of Galion Holdings Limited a company in which A C Macdonald is a director. At 30 June 2016 amounts owed by Galion (Project 2) Limited were £Nil (2015: £Nil).

**BRITISH SOLAR RENEWABLES LIMITED**

**RECONCILIATION OF EQUITY  
1 JULY 2014  
(DATE OF TRANSITION TO FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		2,548,214	-	2,548,214
Investments		100	-	100
		<u>2,548,314</u>	<u>-</u>	<u>2,548,314</u>
<b>CURRENT ASSETS</b>				
Stocks		1,341,660	-	1,341,660
Debtors		8,053,394	-	8,053,394
Cash at bank		62,468	-	62,468
		<u>9,457,522</u>	<u>-</u>	<u>9,457,522</u>
<b>CREDITORS</b>				
Amounts falling due within one year		(23,307,005)	-	(23,307,005)
<b>NET CURRENT LIABILITIES</b>		<u>(13,849,483)</u>	<u>-</u>	<u>(13,849,483)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(11,301,169)</u>	<u>-</u>	<u>(11,301,169)</u>
<b>NET LIABILITIES</b>		<u>(11,301,169)</u>	<u>-</u>	<u>(11,301,169)</u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital		2	-	2
Retained earnings		(11,301,171)	-	(11,301,171)
<b>SHAREHOLDERS' FUNDS</b>		<u>(11,301,169)</u>	<u>-</u>	<u>(11,301,169)</u>

The notes form part of these financial statements

**BRITISH SOLAR RENEWABLES LIMITED**

**RECONCILIATION OF EQUITY - continued**  
**30 JUNE 2015**

	<b>Notes</b>	<b>UK GAAP £</b>	<b>Effect of transition to FRS 102 £</b>	<b>FRS 102 £</b>
<b>FIXED ASSETS</b>				
Tangible assets		2,398,225	-	2,398,225
Investments		100	-	100
		<u>2,398,325</u>	<u>-</u>	<u>2,398,325</u>
<b>CURRENT ASSETS</b>				
Stocks		10,446,354	-	10,446,354
Debtors		16,058,299	-	16,058,299
Cash at bank		1,115,626	-	1,115,626
		<u>27,620,279</u>	<u>-</u>	<u>27,620,279</u>
<b>CREDITORS</b>				
Amounts falling due within one year		(44,330,297)	-	(44,330,297)
<b>NET CURRENT LIABILITIES</b>		<u>(16,710,018)</u>	<u>-</u>	<u>(16,710,018)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(14,311,693)</u>	<u>-</u>	<u>(14,311,693)</u>
<b>NET LIABILITIES</b>		<u>(14,311,693)</u>	<u>-</u>	<u>(14,311,693)</u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital		2	-	2
Retained earnings		(14,311,695)	-	(14,311,695)
<b>SHAREHOLDERS' FUNDS</b>		<u>(14,311,693)</u>	<u>-</u>	<u>(14,311,693)</u>

The notes form part of these financial statements

**BRITISH SOLAR RENEWABLES LIMITED**

**RECONCILIATION OF LOSS  
FOR THE YEAR ENDED 30 JUNE 2015**

	<b>UK GAAP £</b>	<b>Effect of transition to FRS 102 £</b>	<b>FRS 102 £</b>
<b>TURNOVER</b>	120,844,182	-	120,844,182
Cost of sales	(121,795,438)	-	(121,795,438)
<b>GROSS LOSS</b>	(951,256)	-	(951,256)
Administrative expenses	(2,282,946)	-	(2,282,946)
<b>OPERATING LOSS</b>	(3,234,202)	-	(3,234,202)
Interest receivable and similar income	259,674	-	259,674
Interest payable and similar charges	(35,996)	-	(35,996)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	(3,010,524)	-	(3,010,524)
Tax on loss on ordinary activities	-	-	-
<b>LOSS FOR THE FINANCIAL YEAR</b>	(3,010,524)	-	(3,010,524)

The notes form part of these financial statements