

MacGen Power Generation Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 October 2019

MacGen Power Generation Limited

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MacGen Power Generation Limited

Company Information

Director Mr F R McIntyre

Company secretary Mr M Kinoulty

Registered office MacGen Power Generation Limited
12 Drumagarner Road
Kilrea
BT51 5TB

Solicitors McCormick Mallon
69 Main Street
Maghera
BT46 5AB

Accountants McKeague Morgan & Company
27 College Gardens
Belfast
BT9 6BS

MacGen Power Generation Limited

(Registration number: NI031699)

Balance Sheet as at 31 October 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	74,796	90,571
Investments	<u>5</u>	509,841	509,841
		<u>584,637</u>	<u>600,412</u>
Current assets			
Stocks	<u>6</u>	573,687	600,583
Debtors	<u>7</u>	1,100,199	1,287,049
Cash at bank and in hand		<u>163,210</u>	<u>315,601</u>
		1,837,096	2,203,233
Creditors: Amounts falling due within one year	<u>8</u>	<u>(439,163)</u>	<u>(878,654)</u>
Net current assets		<u>1,397,933</u>	<u>1,324,579</u>
Net assets		<u>1,982,570</u>	<u>1,924,991</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>1,982,568</u>	<u>1,924,989</u>
Total equity		<u>1,982,570</u>	<u>1,924,991</u>

For the financial year ending 31 October 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 25 September 2020

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Mr F R McIntyre

Director

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019

1 General information

The company is a private company limited by share capital, incorporated in the United Kingdom.

The address of its registered office is:
MacGen Power Generation Limited
12 Drumagarner Road
Kilrea
BT51 5TB
Northern Ireland

These financial statements were authorised for issue by the director on 25 September 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

2 Accounting policies (continued)

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Adaptations to premises	5% straight line
Motor vehicles	25% straight line
Plant and machinery	20% straight line

Investments

Fixed asset investments are stated at historical cost less provision for any diminution in value.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

2 Accounting policies (continued)

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Provisions

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 7 (2018 - 7).

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

4 Tangible assets

	Adaptations to premises £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 November 2018	127,204	140,899	96,035	364,138
Disposals	-	(24,830)	-	(24,830)
At 31 October 2019	127,204	116,069	96,035	339,308
Depreciation				
At 1 November 2018	66,782	113,553	93,233	273,568
Charge for the year	6,360	8,824	590	15,774
Eliminated on disposal	-	(24,830)	-	(24,830)
At 31 October 2019	73,142	97,547	93,823	264,512
Carrying amount				
At 31 October 2019	54,062	18,522	2,212	74,796
At 31 October 2018	60,422	27,347	2,802	90,571

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

5 Investments

	2019 £	2018 £
Other investments	<u>509,841</u>	<u>509,841</u>
Other investments		£
Cost		
At 1 November 2018		<u>509,841</u>
At 31 October 2019		<u>509,841</u>
Carrying amount		
At 31 October 2019		<u><u>509,841</u></u>
At 31 October 2018		<u><u>509,841</u></u>

6 Stocks

	2019 £	2018 £
Other inventories	<u>573,687</u>	<u>600,583</u>

7 Debtors

	2019 £	2018 £
Trade debtors	291,678	462,086
Prepayments and accrued income	1,603	1,820
Other debtors	<u>806,918</u>	<u>823,143</u>
	<u><u>1,100,199</u></u>	<u><u>1,287,049</u></u>

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

8 Creditors

	2019 £	2018 £
Due within one year		
Bank loans and overdrafts	-	92,799
Trade creditors	199,666	529,955
Corporation tax liability	83,851	71,380
Taxation and social security	-	3,036
Other creditors	-	96,663
Loans from directors	50,000	-
Accruals and deferred income	105,646	84,821
	<u>439,163</u>	<u>878,654</u>

9 Loans and borrowings

	2019 £	2018 £
Current loans and borrowings		
Bank overdrafts	-	92,799

MacGen Power Generation Limited

Notes to the Financial Statements For the Year Ended 31 October 2019 (continued)

10 Related party transactions

Dividends paid to directors

	2019 £	2018 £
Mr F R McIntyre		
Interim dividends	150,000	100,000

Other transactions with directors

Mr F R McIntyre

(Mr F R McIntyre is a director and shareholder of MacGen Power Generation Limited)

During the year the company paid rent of £30,000 (2018 - £30,000) to Mr F R McIntyre.

At the balance sheet date the amount due to Mr F R McIntyre was £50,000 (2018 - £Nil).

Summary of transactions with other related parties

E. McIntyre & Sons Limited

(Mr F R McIntyre is a director and shareholder in E. McIntyre & Sons Limited and MacGen Power Generation Limited)

During the year the company paid £22,778 (2018 - £65,101) in management charges to E. McIntyre & Sons Limited.

At the balance sheet date the amount due from E. McIntyre & Sons Limited was £769,092 (2018 - £747,373).

Frenstar Limited

(Mr F R McIntyre is a director in Frenstar Limited and MacGen Power Generation Limited. Frenstar Limited is a 100% subsidiary company of E. McIntyre & Sons Limited)

At the balance sheet date the amount due to Frenstar Limited was £Nil (2018 - £96,320).

McKeague Morgan & Company

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.