

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2013

**Registered under the Industrial and
Provident Act 1965 -
Registration number 31498R**

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

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SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

REPORT OF THE BOARD

FOR THE YEAR ENDED 31 MARCH 2013

The Board of Directors present their report and the financial statements for the year ended 31 March 2013.

Principal activity

The principal activity of the company is the construction and operation of a wind turbine for the benefit of the community of South Brent.

The Society was registered with the Financial Services Authority on 21 December 2011 as an Industrial and Provident Society for the benefit of the community. It started its trading activities in September 2012 when the first costs of the build were incurred.

At the start of the year the Society had five members (including one corporate member, Sustainable South Brent), planning consent for a 225kW wind turbine and a web site. Over the summer and autumn of 2012 it obtained additional planning permission for ancillary works associated with a wind turbine installation and secured a grid connection agreement. With the help of CooperativesUK and Carbon Leapfrog, it developed a business plan and share offer document. The Society opened the share offer in November 2012. This raised over £430,000 by its close on 23rd March 2013. Thanks to the generosity of its subscribers the Society was able to commence ground works for the wind turbine on 18th March. At year end the Society was preparing to issue share certificates to 189 subscribers (including 48 joint subscribers) and admit them to membership.

Society interests

Under the rules of the Society a member can hold a maximum of £20,000 shares in the Society. Members have one vote at meetings of the Society irrespective of their shareholding. The shares may be withdrawn after three years and may receive interest.

This report was approved by the Board on 27/08/2013 and signed on its behalf by

Mr P E H Kelly
Chairman

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

STATEMENT OF RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2013

Responsibilities of the Board of Directors

The rules of the Society require the Board to prepare financial statements for each financial period which give a true and fair view of the state of the affairs of the Society and of the profit or loss of the Society for that period. In preparing those financial statements the Board is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Board of Directors are responsible for keeping proper accounting records which disclose with material accuracy at any time the financial position of the Society and to enable them to ensure that the financial statements comply with the Industrial and Provident Societies Act 1965. They are also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

I have independently examined the financial statements of the South Brent Community Energy Society Limited for the year ended 31 March 2013 which comprise the profit and loss account, the balance sheet and the related notes.

The association's members consider that an audit is not required for this year and that an independent examination is needed.

It is my responsibility to:-

- Examine the accounts,
- To state whether particular matters have come to my attention.

An examination includes a review of the accounting records kept by the association and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the account, and seeking explanations from the members concerning such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

In the course of my examination, no matter has come to my attention

1. Which gives me reasonable cause to believe that in, any material respect the members have not met the requirements to ensure that:
 - Proper accounting records are kept; and
 - Accounts are prepared which agree with the accounting records; or
2. To which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Mrs S L Watts FCCA DChA
Thomas Westcott
Chartered Accountants
26 - 28 Southernhay East
Exeter
Devon
EX1 1NS

Dated: 09 September 2013

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2013

	Notes	2013 £
Turnover		-
Other operating income		208
Administration expenses		(1,908)
Operating loss	2	<u>(1,700)</u>
Interest receivable and similar income		14
Loss on ordinary activities before taxation		<u>(1,686)</u>
Tax on profit on ordinary activities	3	-
Retained loss for the period		<u><u>(1,686)</u></u>

There are no recognised gains or losses other than the profit or loss for the above financial year.

The notes on pages 6 to 8 form an integral part of these financial statements.

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

BALANCE SHEET

AS AT 31 MARCH 2013

	Notes	2013 £	£
Fixed assets			
Intangible assets			-
Tangible assets	3		119,299
Current assets			
Debtors	4	19,720	
Cash at bank and in hand		291,044	
		<u>310,764</u>	
Creditors: amounts falling due within one year	5	<u>(431,828)</u>	
Net current assets / (liabilities)			(121,064)
Total assets less current liabilities			<u>(1,765)</u>
Total net assets			<u><u>(1,765)</u></u>
Capital and reserves			
Share Capital			5
Profit and loss account	6	(1,770)	
		<u>(1,765)</u>	

These financial statements were approved on behalf of the Members and Board of Directors

on 27/08/2013 by:

Mr P E H Kelly
Director

Mr D J Butcher
Director

Mr E J C Chapman
Secretary

The notes on pages 6 to 8 form an integral part of these financial statements.

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2013

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2. Turnover

Turnover was derived from ordinary activities and is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Other income includes fees for services and advice, donations and fundraising activities.

1.3. Tangible fixed assets and depreciation

Depreciation will be charged once the turbine is completed and operational. No charge is provided in this year.

1.4. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based upon tax rates and laws enacted or substantially enacted at the balance sheet date.

2. Operating profit

2013

£

Operating profit is stated after charging:

Depreciation and other amounts written off tangible assets

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SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2013

.....continued

3. Tangible fixed assets	Turbine	Total
	£	£
Cost		
At 1 April 2012	-	-
Additions	119,299	119,299
At 31 March 2013	<u>119,299</u>	<u>119,299</u>
Depreciation		
At 1 April 2012	-	-
Charge for the year	-	-
At 31 March 2013	<u>-</u>	<u>-</u>
Net book values		
At 31 March 2013	<u>119,299</u>	<u>119,299</u>
At 31 March 2012	<u>-</u>	<u>-</u>
4. Debtors		2013
		£
Other taxes and social security costs		19,720
		<u>19,720</u>
5. Creditors: amounts falling due within one year		2013
		£
Received in advance of share issue		431,309
Accruals		519
		<u>431,828</u>

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2013

.....continued

6. Reserves	Profit and loss account £	Total £
At 1 April 2012	(84)	(84)
Loss for the year	(1,686)	(1,686)
At 31 March 2013	<u>(1,770)</u>	<u>(1,770)</u>

7. Related parties

By the organisation's very nature, as a Society whose members and Management Committee are shareholders, it is inevitable that transactions with these parties occur. All such transactions are conducted at arm's length and in the normal course of business.

SOUTH BRENT COMMUNITY ENERGY SOCIETY LIMITED
DETAILED TRADING PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2013

	2013
	£
Income	
Operating income	-
Other income	
Fees charged	208
	<u>208</u>
Administration expenses	
Insurance	672
Ground rent	19
Printing, postage and stationery	495
Accounting	500
Sundry expenses	221
Write off Exclusivity Agreement	1
	<u>(1,908)</u>
Operating loss	<u>(1,700)</u>
Interest receivable	
Bank interest	14
Net loss for the year	<u><u>(1,686)</u></u>