

**CWM ARIAN RENEWABLE ENERGY LIMITED
DIRECTORS' REPORT AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

Cwm Arian Renewable Energy Limited
Directors' Report and Unaudited Financial Statements
For The Year Ended 30 September 2018

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**Cwm Arian Renewable Energy Limited
Society Information
For The Year Ended 30 September 2018**

Directors

Ms Holly Cross
Dr Tomos Morgan
Mr Daniel Blackburn
Mr Cristoffer Tomos

Secretary

Ms Holly Cross

Society Number

31380R

Registered Office

Hermon Community Resource Centre
Hermon
Glogue
Pembrokeshire
SA36 0DT

Accountants

Third Sector Accountancy Limited
Chartered Accountants and Registered Auditors
Holyoake House
Hanover Street
Manchester
M60 0AS

Cwm Arian Renewable Energy Limited
Society No. 31380R
Directors' Report For The Year Ended 30 September 2018

The directors present their report and the financial statements for the year ended 30 September 2018.

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Society 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 society 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 society and of the profit or loss of the society for that period. In preparing the financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 society will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. 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.

Directors

The directors who held office during the year were as follows:

Ms Holly Cross

Dr Tomos Morgan

Mr Daniel Blackburn

Mr Cristoffer Tomos

Approved by the board on 13 / 06 / 2019 and signed on their behalf by:



Ms Holly Cross, Secretary

Cwm Arian Renewable Energy Limited
Accountant's Report
For The Year Ended 30 September 2018

Chartered Accountant's report to the directors on the preparation of the unaudited statutory accounts of Cwm Arian Renewable Energy Limited For The Year Ended 30 September 2018

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, I have prepared for your approval the accounts of Cwm Arian Renewable Energy Limited For The Year Ended 30 September 2018 which comprise the Revenue Account, the Balance Sheet and the related notes from the society's accounting records and from information and explanations you have given to us.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the directors of Cwm Arian Renewable Energy Limited, as a body, in accordance with the terms of our engagement letter dated 25 March 2019. Our work has been undertaken solely to prepare for your approval the accounts of Cwm Arian Renewable Energy Limited and state those matters that we have agreed to state to the directors of Cwm Arian Renewable Energy Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Cwm Arian Renewable Energy Limited and its directors, as a body, for our work or for this report.

It is your duty to ensure that Cwm Arian Renewable Energy Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit or loss of Cwm Arian Renewable Energy Limited. You consider that Cwm Arian Renewable Energy Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the accounts of Cwm Arian Renewable Energy Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Third Sector Accountancy Limited
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Date 13/06/2019

Third Sector Accountancy Limited
Chartered Accountants and Registered Auditors
Holyoake House
Hanover Street
Manchester
M60 0AS

Cwm Arian Renewable Energy Limited
Revenue Account
For The Year Ended 30 September 2018

	Notes	2018 £	2017 £
TURNOVER		26,870	5,960
Cost of sales		(11,411)	(69)
GROSS PROFIT		15,459	5,891
Administrative expenses		(15,429)	(5,892)
OPERATING PROFIT/(LOSS) FOR THE FINANCIAL YEAR		30	(1)

The notes on pages 7 to 10 form part of these financial statements.

Cwm Arian Renewable Energy Limited
Balance Sheet
As at 30 September 2018

	Notes	2018		2017	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	3		49,412		46,766
			<u>49,412</u>		<u>46,766</u>
CURRENT ASSETS					
Debtors	4	8,413		7,942	
Cash at bank and in hand		16,508		142	
		<u>24,921</u>		<u>8,084</u>	
Creditors: Amounts Falling Due Within One Year	5	(19,453)		-	
			<u>5,468</u>		<u>8,084</u>
NET CURRENT ASSETS (LIABILITIES)					
			<u>54,880</u>		<u>54,850</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>54,880</u>		<u>54,850</u>
Creditors: Amounts Falling Due After More Than One Year	6	(54,837)		(54,837)	
			<u>43</u>		<u>13</u>
NET ASSETS					
			<u>43</u>		<u>13</u>
CAPITAL AND RESERVES					
Called up share capital	7		4		4
Revenue Account			39		9
			<u>43</u>		<u>13</u>
SHAREHOLDERS' FUNDS					
			<u>43</u>		<u>13</u>

Cwm Arian Renewable Energy Limited
Balance Sheet (continued)
As at 30 September 2018

For the year ending 30 September 2018 the society was entitled to disapply the requirement to have its financial statements for the financial year audited. The members passed a resolution in general meeting to disapply the audit requirement, as required by S84(2) Co-operative and Community Benefit Societies Act 2014.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

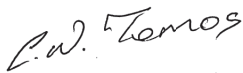
Approved by the board on 24 / 06 / 2019 and signed on their behalf by:



Ms Holly Cross, Secretary



Mr Daniel Blackburn, Director



Mr Cristoffer Tomos, Director

Cwm Arian Renewable Energy Limited
Notes to the Financial Statements
For The Year Ended 30 September 2018

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes grants receivable and revenue earned from the rendering of consultancy services. Turnover is reduced for estimated rebates and other similar allowances.

Grants receivable

Grant income of a revenue nature is credited to the income statement as the related expenditure is incurred.

Grants for the purchase of fixed assets are treated as deferred income and are credited to the income statement by instalments over the expected useful economic life of the related assets, on a basis consistent with the depreciation policy.

1.3. Tangible Fixed Assets and Depreciation

No depreciation has been charged in the period as the assets have not yet been brought into use.

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation will be provided once the assets are brought into use at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant development costs	4% straight line
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2. Average Number of Employees

Average number of employees, including directors, during the year was two (2017: two).

Cwm Arian Renewable Energy Limited
Notes to the Financial Statements (continued)
For The Year Ended 30 September 2018

3. Tangible Assets

	Plant Development costs £
Cost	
As at 1 October 2017	46,766
Additions	2,646
As at 30 September 2018	49,412
Net Book Value	
As at 30 September 2018	49,412
As at 1 October 2017	46,766

Plant development costs are shown as assets in accordance with FRS 102.

4. Debtors

	2018 £	2017 £
Due within one year		
Other debtors	8,413	7,942
	8,413	7,942

5. Creditors: Amounts Falling Due Within One Year

	2018 £	2017 £
Trade creditors	108	-
Other taxes and social security	430	-
Revenue grant funding unspent	16,550	-
Accruals and deferred income	2,365	-
	19,453	-

Cwm Arian Renewable Energy Limited
Notes to the Financial Statements (continued)
For The Year Ended 30 September 2018

6. Creditors: Amounts Falling Due After More Than One Year

	2018	2017
	£	£
Capital grant funding deferred	54,837	54,837
	54,837	54,837
	54,837	54,837

7. Share Capital

	2018	2017
Ordinary shares	4	4
	4	4
	4	4

8. Capital Commitments

	2018	2017
	£	£
At the end of the period	4,117	-

At the end of the period, the society had capital commitments contracted for but not provided in these financial statements consisting of legal work related to the lease on land required for the wind turbine project.

9. Other Commitments

At the balance sheet date the society had agreed an option on a lease for land required for the wind turbine installation. The option took effect on 4 February 2019, and the lease on 2nd May 2019 with guaranteed rent payable of £5,000 pa from 3 months after commissioning of the wind turbine, subject to annual review. The term is 26 years. At the time of this report the anticipated commissioning date was 6th November 2019.

There is a break clause permitting the society as tenant to give six months' notice to be released from all obligations under the lease.

	Land and buildings	
	2018	2017
	£	£
Between 1 and 5 years	2,500	-
	2,500	-
	2,500	-

Cwm Arian Renewable Energy Limited
Notes to the Financial Statements (continued)
For The Year Ended 30 September 2018

10. Related Party Transactions

Two of the directors were also directors of Cymdeithas Cwm Arian Cyf, a company limited by guarantee which was dissolved on 20 September 2016. Cymdeithas Cwm Arian Cyf initiated the wind turbine project which Cwm Arian Renewable Energy later took over, and gave small amounts of seed funding when the society was constituted.

11. General Information

Cwm Arian Renewable Energy Limited is a private society, limited by shares, incorporated in England & Wales, registered number 31380R. The registered office is Hermon Community Resource Centre, Hermon, Glogue, Pembrokeshire, SA36 0DT.

Cwm Arian Renewable Energy Limited
Detailed Revenue Account
For The Year Ended 30 September 2018

	2018		2017	
	£	£	£	£
TURNOVER				
Grants receivable		25,247		5,327
Donations and miscellaneous income		592		60
Other trading income		1,031		573
		<u>26,870</u>		<u>5,960</u>
COST OF SALES				
Project expenses	11,411		69	
		<u>(11,411)</u>		<u>(69)</u>
GROSS PROFIT		15,459		5,891
Administrative Expenses				
Wages and salaries	13,505		5,701	
Insurance	159		131	
Accountancy fees	1,700		-	
Legal fees	65		60	
		<u>(15,429)</u>		<u>(5,892)</u>
OPERATING PROFIT/(LOSS) AND PROFIT/(LOSS) FOR THE FINANCIAL YEAR		30		(1)