

**REGISTERED NUMBER: 05277300 (England and Wales)**

**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012  
FOR  
THAMESWEY CENTRAL MILTON KEYNES LIMITED**

COMPANIES HOUSE

THURSDAY



\*A2DD7ECX\*

A43

25/07/2013

#7

---

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Report of the Independent Auditors</b>	<b>4</b>
<b>Profit and Loss Account</b>	<b>6</b>
<b>Balance Sheet</b>	<b>7</b>
<b>Cash Flow Statement</b>	<b>8</b>
<b>Notes to the Financial Statements</b>	<b>9</b>

---

**THAMESWEY CENTRAL MILTON KEYNES LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**DIRECTORS:**

D J Spinks  
J P Thorp  
W Prescott  
S Bonsor  
Cllr R J Kingsbury  
Dr B M Maunders

**SECRETARY:**

Clyde Secretaries Limited

**REGISTERED OFFICE:**

The St Botolph Building  
138 Houndsditch  
London  
EC3A 7AR

**REGISTERED NUMBER:**

05277300 (England and Wales)

**AUDITORS:**

Hamlyns LLP  
Chartered Accountants & Statutory Auditors  
Sundial House  
High Street  
Horsell  
Woking  
Surrey  
GU21 4SU

**BANKERS:**

National Westminster Bank Plc  
PO Box 358  
1 High Street  
Woking  
Surrey  
GU21 1ZS

**SOLICITORS:**

Clyde & Co LLP  
The St Botolph Building  
138 Houndsditch  
London  
EC3A 7AR

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

The directors present their report with the financial statements of the company for the year ended 31 December 2012

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of building, financing and operating combined heat and power plant for the production and supply of electricity, heat and chilled water

**REVIEW OF BUSINESS**

During the year the company continued to pursue the acquisition of new customers in the Central Milton Keynes area and further new connections are expected in 2014 to 2016. Developer interest in the area is increasing and planning applications are expected in 2013. The connection to the new national centre of Network Rail has contributed to an increase in sales revenue and the company made an operating profit of £70,850 in 2012.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 December 2012

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2012 to the date of this report

D J Spinks  
J P Thorp  
W Prescott  
S Bonsor  
Cllr R J Kingsbury  
Dr B M Maunders

Other changes in directors holding office are as follows

R N Morgan - resigned 8 February 2012  
M Rolt - resigned 8 February 2012  
S Barham - resigned 8 February 2012

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'W Prescott', written over a horizontal line.

W Prescott - Director

9 May 2013

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THAMESWEY CENTRAL MILTON KEYNES LIMITED**

We have audited the financial statements of Thameswey Central Milton Keynes Limited for the year ended 31 December 2012 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. 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).

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, 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 Report of the Directors to identify material inconsistencies with the audited financial statements. 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 31 December 2012 and of its loss 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.

### **Emphasis of matter - Going concern**

In forming our opinion, we have also considered the adequacy of the disclosures made in the financial statements concerning the appropriateness of preparing the company's financial statements on a going concern basis. Reference in this regard should be made to the explanation provided in note 1. The financial statements have been prepared on a going concern basis, the validity of which depends on the continued support of the ultimate parent undertaking. The financial statements do not include any adjustments that may result from a failure to obtain such support.

Our opinion is not qualified in this respect.

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

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THAMESWEY CENTRAL MILTON KEYNES LIMITED**

**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

*Hamlyn LLP*

David Cooper (Senior Statutory Auditor)  
for and on behalf of Hamlyn LLP  
Chartered Accountants & Statutory Auditors  
Sundial House  
High Street  
Horsell  
Woking  
Surrey  
GU21 4SU

9 May 2013

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Notes	2012 £	2011 £
<b>TURNOVER</b>		<b>2,982,452</b>	<b>2,148,873</b>
Cost of sales		<u>1,993,697</u>	<u>1,648,066</u>
<b>GROSS PROFIT</b>		<b>988,755</b>	<b>500,807</b>
Administrative expenses		<u>1,188,463</u>	<u>1,139,632</u>
		<b>(199,708)</b>	<b>(638,825)</b>
Other operating income		<u>270,558</u>	<u>198,749</u>
<b>OPERATING PROFIT/(LOSS)</b>	<b>3</b>	<b>70,850</b>	<b>(440,076)</b>
Interest receivable and similar income		<u>5,794</u>	<u>4,069</u>
		<b>76,644</b>	<b>(436,007)</b>
Interest payable and similar charges	<b>4</b>	<u>1,560,236</u>	<u>1,353,833</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(1,483,592)</b>	<b>(1,789,840)</b>
Tax on loss on ordinary activities	<b>5</b>	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>		<b><u>(1,483,592)</u></b>	<b><u>(1,789,840)</u></b>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current year or previous year

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the losses for the current year or previous year

The notes on pages 9 to 15 form part of these financial statements



**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**BALANCE SHEET  
31 DECEMBER 2012**

	Notes	2012	2011
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	6	21,494,326	21,925,614
<b>CURRENT ASSETS</b>			
Stocks	7	76,699	57,500
Debtors	8	1,257,226	976,276
Cash at bank		183,451	995,411
		<u>1,517,376</u>	<u>2,029,187</u>
<b>CREDITORS</b>			
Amounts falling due within one year	9	<u>1,578,600</u>	<u>1,509,229</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(61,224)</u>	<u>519,958</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>21,433,102</u>	<u>22,445,572</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	10	(21,801,971)	(21,075,922)
<b>ACCRUALS AND DEFERRED INCOME</b>	13	(7,246,112)	(7,501,039)
<b>NET LIABILITIES</b>		<u>(7,614,981)</u>	<u>(6,131,389)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	14	1,110,000	1,110,000
Profit and loss account	15	(8,724,981)	(7,241,389)
<b>SHAREHOLDERS' FUNDS</b>	18	<u>(7,614,981)</u>	<u>(6,131,389)</u>

The financial statements were approved by the Board of Directors on 9 May 2013 and were signed on its behalf by



S Bonsor - Director

The notes on pages 9 to 15 form part of these financial statements

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Notes	2012 £	2011 £
<b>Net cash inflow from operating activities</b>	19	<b>216,878</b>	<b>263,044</b>
<b>Returns on investments and servicing of finance</b>	20	<b>(1,554,442)</b>	<b>(1,349,764)</b>
<b>Capital expenditure</b>	20	<b>(312,884)</b>	<b>(1,926,596)</b>
		<b>(1,650,448)</b>	<b>(3,013,316)</b>
<b>Financing</b>	20	<b>838,488</b>	<b>2,843,110</b>
<b>Decrease in cash in the period</b>		<b>(811,960)</b>	<b>(170,206)</b>
<b>Reconciliation of net cash flow to movement in net debt</b>	21		
Decrease in cash in the period		<b>(811,960)</b>	<b>(170,206)</b>
Cash outflow from decrease in debt		<b>463,952</b>	<b>431,899</b>
Change in net debt resulting from cash flows		<b>(348,008)</b>	<b>261,693</b>
<b>Movement in net debt in the period</b>		<b>(348,008)</b>	<b>261,693</b>
<b>Net debt at 1 January</b>		<b>(3,256,207)</b>	<b>(3,517,900)</b>
<b>Net debt at 31 December</b>		<b>(3,604,215)</b>	<b>(3,256,207)</b>

The notes on pages 9 to 15 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention

The going concern basis adopted for preparing the financial statements is contingent upon the continued financial support of the company's ultimate parent undertaking

As at 31st December 2012 the company's ultimate parent undertaking is Woking Borough Council. Assurances have been obtained from this parent undertaking that continued financial support will be made available, as required, to ensure that liabilities can be met as they fall due and also that the company has adequate funds to continue its activities

The directors review and approve a business plan in July each year for the following three years with financial projections to 2041 which demonstrate that the company can repay its loans and give a return on the investment. The plan is then presented to the Council's Executive in September and the full Council in October for approval. Woking Borough Council members adopted the business plan covering the period 2013 to 2016 on 25th October 2012 which shows that loans will be repaid in 2040 and with a return on investment of 5.5% per annum over the period of the plan. The principal investment return to Woking Borough Council will be achieved via loan margins. For these reasons the directors believe that it is appropriate to prepare the accounts on a going concern basis

**Turnover**

Turnover represents the net invoiced sales of services, excluding value added tax

Income is broken down into its component parts and recognised in accordance with Financial Reporting Standard number 5, application note G

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Buildings	- Straight line over 60 years
Plant and machinery	- Straight line over 30 years and Straight line over 60 years

The company capitalises all directly attributable costs relating to the purchase or construction of a fixed asset

The directors undertake an annual impairment review in order to consider whether any tangible fixed asset are impaired

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

**Deferred tax**

Deferred taxation is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they are crystallised on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

**Interest capitalisation**

Finance costs which are directly attributable to the construction of tangible fixed assets are capitalised as part of the cost of those assets. The commencement of capitalisation begins when both finance costs and expenditure for the asset are incurred and activities that are necessary to get the asset ready for use are in progress. Capitalisation ceases when the construction of the asset has reached the stage of practical completion

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**2 STAFF COSTS**

There were no staff or employees directly employed by the company for the year ended 31 December 2012 or for the year ended 31 December 2011. The independent directors are remunerated by parent undertakings for the current and preceding financial years. Staff costs are reallocated from parent undertakings.

**3 OPERATING PROFIT/(LOSS)**

The operating profit (2011 - operating loss) is stated after charging

	2012 £	2011 £
Depreciation - owned assets	744,172	633,350
Auditors' remuneration	<u>6,528</u>	<u>11,500</u>
Directors' remuneration	<u>7,137</u>	<u>11,890</u>

**4 INTEREST PAYABLE AND SIMILAR CHARGES**

	2012 £	2011 £
Other interest	<u>1,560,236</u>	<u>1,353,833</u>

**5 TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 2012 nor for the year ended 31 December 2011.

**Factors affecting the tax charge**

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

	2012 £	2011 £
Loss on ordinary activities before tax	<u>(1,483,592)</u>	<u>(1,789,840)</u>
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2011 - 20.247%)	(296,718)	(362,389)
Effects of:		
Expenses not deductible for tax purposes	800	-
Depreciation in excess of capital allowances	94,723	87,052
Tax losses carried forward	158,221	143,721
Group relief for nil consideration	37,474	131,616
Consortium relief	<u>5,500</u>	<u>-</u>
Current tax charge	<u>-</u>	<u>-</u>

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**5 TAXATION - continued**

**Factors that may affect future tax charges**

A deferred tax asset has not been recognised in respect of timing differences relating to pre-trading expenses, accelerated capital allowances and trading losses as there is insufficient evidence that the asset will be recovered. The amount of the asset not recognised is £1,530,502 (2011 £1,296,539). The asset would be recovered if there were sufficient suitable taxable profits against which this expense could be offset.

**6 TANGIBLE FIXED ASSETS**

	<b>Buildings £</b>	<b>Plant and machinery £</b>	<b>Assets under construction £</b>	<b>Totals £</b>
<b>COST</b>				
At 1 January 2012	1,886,800	19,193,767	3,102,275	24,182,842
Additions	-	54,999	257,885	312,884
Reclassification/transfer	-	3,012,845	(3,012,845)	-
At 31 December 2012	<u>1,886,800</u>	<u>22,261,611</u>	<u>347,315</u>	<u>24,495,726</u>
<b>DEPRECIATION</b>				
At 1 January 2012	136,270	2,120,958	-	2,257,228
Charge for year	31,446	712,726	-	744,172
At 31 December 2012	<u>167,716</u>	<u>2,833,684</u>	<u>-</u>	<u>3,001,400</u>
<b>NET BOOK VALUE</b>				
At 31 December 2012	<u>1,719,084</u>	<u>19,427,927</u>	<u>347,315</u>	<u>21,494,326</u>
At 31 December 2011	<u>1,750,530</u>	<u>17,072,809</u>	<u>3,102,275</u>	<u>21,925,614</u>

Cumulative finance costs capitalised in the cost of tangible fixed assets amount to £909,234 (2011 898,546) for the company.

**7 STOCKS**

	<b>2012 £</b>	<b>2011 £</b>
Stocks	<u>76,699</u>	<u>57,500</u>

**8 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2012 £</b>	<b>2011 £</b>
Trade debtors	578,205	364,051
VAT	11,776	29,223
Prepayments and accrued income	667,245	583,002
	<u>1,257,226</u>	<u>976,276</u>

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012	2011
	£	£
Other loans (see note 11)	501,439	462,782
Trade creditors	158,641	209,697
Amounts owed to group undertakings	414,432	356,280
Accruals and deferred income	504,088	480,470
	<u>1,578,600</u>	<u>1,509,229</u>

**10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2012	2011
	£	£
Other loans (see note 11)	3,286,227	3,788,836
Amounts owed to group undertakings	18,515,744	17,287,086
	<u>21,801,971</u>	<u>21,075,922</u>

**11 LOANS**

**Other loans**

	2012	2011
	£	£
Repayable within one year	501,439	462,782
Amounts falling due between one and two years	543,326	501,439
Amounts falling due between two and five years	1,917,776	1,769,927
Amounts falling due after more than five years	825,125	1,517,470
	<u>3,787,666</u>	<u>4,251,618</u>

**Amounts owed to group undertaking**

	2012	2011
	£	£
Repayable within one year	414,432	356,280
Amounts falling due between one and two years	445,044	385,524
Amounts falling due between two and five years	1,525,470	1,322,875
Amounts falling due after more than five years	16,545,230	15,578,687
	<u>18,930,176</u>	<u>17,643,366</u>

Amounts owed to group undertaking comprises loans from the ultimate parent undertaking Woking Borough Council. On 28 August 2008 the earliest of the loans was restructured from repayments of equal instalment to an actuarial basis. The interest rate of 6.75% per annum and the length of the term remained unchanged. Further loans totalling £1,650,000 (2011 £2,850,000) were made during the current year by the ultimate parent.

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**12 SECURED DEBTS**

Loan facilities not exceeding £2,000,000 made available by Lombard North Central Plc to the company were secured by a charge dated 2 June 2008 over two of the bank accounts, the Operating Account and the Security Account owned by the company's parent company Thameswey Energy Limited

A debenture was created on 24 March 2006 by Thameswey Central Milton Keynes Limited for securing £2,500,000 due to Woking Borough Council

**13 ACCRUALS AND DEFERRED INCOME**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Accruals and deferred income	<b><u>7,246,112</u></b>	<b><u>7,501,039</u></b>

**14 CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid			<b>2012</b>	<b>2011</b>
Number	Class	Nominal value	<b>£</b>	<b>£</b>
1,110,000	Ordinary	£1	<b><u>1,110,000</u></b>	<b><u>1,110,000</u></b>

**15 RESERVES**

	<b>Profit and loss account £</b>
At 1 January 2012	<b>(7,241,389)</b>
Deficit for the year	<b><u>(1,483,592)</u></b>
At 31 December 2012	<b><u>(8,724,981)</u></b>

**16 ULTIMATE PARENT COMPANY**

The company's immediate parent company is Thameswey Limited, a company incorporated in England and Wales

The company's ultimate parent undertaking is considered to be Woking Borough Council

The largest group into which the company is consolidated is headed by Woking Borough Council, and the smallest group into which the company is consolidated is Thameswey Limited. Copies of both sets of group accounts are available from the Company Secretary, Clyde Secretaries Limited, The St Botolph Building, 138 Houndsditch, London, EC3A 7AR.

**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**17 RELATED PARTY DISCLOSURES**

The company was 100% (2011 100%) owned by Thameswey Energy Limited which was 100% (2011 100%) owned by Thameswey Limited Thameswey Limited is 100% (2011 100%) owned by Woking Borough Council Thameswey Limited owns the share capital of the following companies

	2012	2011
Thameswey Energy Limited	100%	100%
Thameswey Housing Limited	100%	100%
Thameswey Sustainable Communities Limited	100%	100%
Thameswey Developments Limited	100%	100%
X2WP Limited	100%	100%
Thameswey Solar Limited	75%	100%
Thameswey Maintenance Services Limited	100%	100%

Thameswey Housing Limited owns 98% (2011 98%) of Brunswick Road (Pibroch) Residents Company Limited Thameswey Developments Limited owns 50% (2011 50%) of Rutland (Woking) Limited and 50% (2010 n/a) of Rutland Woking (Carthorse Lane) Limited

Therefore, no transactions with these related parties are to be disclosed for either year under the provisions of Financial Reporting Standard number 8

**18 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2012 £	2011 £
Loss for the financial year	<u>(1,483,592)</u>	<u>(1,789,840)</u>
Net reduction of shareholders' funds	<u>(1,483,592)</u>	<u>(1,789,840)</u>
Opening shareholders' funds	<u>(6,131,389)</u>	<u>(4,341,549)</u>
Closing shareholders' funds	<u><u>(7,614,981)</u></u>	<u><u>(6,131,389)</u></u>

**19 RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2012 £	2011 £
Operating profit/(loss)	70,850	(440,076)
Depreciation charges	744,173	633,350
Contribution amortised	(270,558)	(198,749)
(Increase)/decrease in stocks	(19,199)	10,500
(Increase)/decrease in debtors	(280,950)	877,314
Decrease in creditors	<u>(27,438)</u>	<u>(619,295)</u>
Net cash inflow from operating activities	<u><u>216,878</u></u>	<u><u>263,044</u></u>



**THAMESWEY CENTRAL MILTON KEYNES LIMITED (REGISTERED NUMBER: 05277300)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**20 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
<b>Returns on investments and servicing of finance</b>		
Interest received	5,794	4,069
Interest paid	<u>(1,560,236)</u>	<u>(1,353,833)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<u><u>(1,554,442)</u></u>	<u><u>(1,349,764)</u></u>
 <b>Capital expenditure</b>		
Purchase of tangible fixed assets	<u>(312,884)</u>	<u>(1,926,596)</u>
<b>Net cash outflow for capital expenditure</b>	<u><u>(312,884)</u></u>	<u><u>(1,926,596)</u></u>
 <b>Financing</b>		
New loans in year	1,650,000	2,850,000
Loan repayments in year	<u>(827,143)</u>	<u>(1,233,384)</u>
Contribution from other bodies	<u>15,631</u>	<u>1,226,494</u>
<b>Net cash inflow from financing</b>	<u><u>838,488</u></u>	<u><u>2,843,110</u></u>

**21 ANALYSIS OF CHANGES IN NET DEBT**

	<b>At 1.1.12</b>	<b>Cash flow</b>	<b>At</b>
	<b>£</b>	<b>£</b>	<b>31.12.12</b>
			<b>£</b>
<b>Net cash</b>			
Cash at bank	<u>995,411</u>	<u>(811,960)</u>	<u>183,451</u>
	<u>995,411</u>	<u>(811,960)</u>	<u>183,451</u>
 <b>Debt</b>			
Debts falling due within one year	<u>(462,782)</u>	<u>(38,657)</u>	<u>(501,439)</u>
Debts falling due after one year	<u>(3,788,836)</u>	<u>502,609</u>	<u>(3,286,227)</u>
	<u>(4,251,618)</u>	<u>463,952</u>	<u>(3,787,666)</u>
 <b>Total</b>	<u><u>(3,256,207)</u></u>	<u><u>(348,008)</u></u>	<u><u>(3,604,215)</u></u>