
The New Energy Industries Limited

Directors' Report and Financial Statements

For the year ended 31 December 2017



The New Energy Industries Limited
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Company Information

Directors

R H Hodges
N Tate

Registered number

06007611

Registered office

Bainbridge House
86-90 London Road
Manchester
M1 2PW

Independent auditors

Hurst & Company Accountants LLP
Chartered Accountants & Statutory Auditors
Lancashire Gate
21 Tiviot Dale
Stockport
Cheshire
SK1 1TD

The New Energy Industries Limited

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The New Energy Industries Limited

**Directors' report
For the year ended 31 December 2017**

The directors present their report and the financial statements for the year ended 31 December 2017.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' report 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 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'. 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 for the Company's financial statements 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 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 to 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.

Directors

The directors who served during the year were:

R H Hodges
N Tate

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

The auditors, Hurst & Company Accountants LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

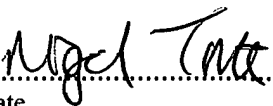
Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

The New Energy Industries Limited

Directors' report (continued)
For the year ended 31 December 2017

This report was approved by the board and signed on its behalf.


.....
N Tate
Director

Date: 21/05/18

Independent Auditors' Report to the Shareholders of The New Energy Industries Limited

Opinion

We have audited the financial statements of The New Energy Industries Limited for the year ended 31 December 2017, set out on pages 6 to 12. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (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 an Auditors' report 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.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2017 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material

The New Energy Industries Limited

Independent Auditors' Report to the Shareholders of The New Energy Industries Limited (continued)

misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The New Energy Industries Limited

Independent Auditors' Report to the Shareholders of The New Energy Industries Limited (continued)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. The description forms part of our Auditors' report.

Hurst & Company Accountants Ltd

Anthony Woodings (senior statutory auditor)

for and on behalf of

Hurst & Company Accountants LLP

Chartered Accountants

Statutory Auditors

Lancashire Gate

21 Tiviot Dale

Stockport

Cheshire

SK1 1TD

Date: *21 May 2018*

The New Energy Industries Limited

**Statement of income and retained earnings
For the year ended 31 December 2017**

	Note	2017 £	2016 £
Administrative expenses		-	(1,634)
Exceptional administrative expenses		-	(301,323)
Operating profit/(loss)		-	(302,957)
Income from shares in group undertakings		15,000	1,731,684
Interest receivable and similar income		-	888
Profit before tax		15,000	1,429,615
Tax on profit		-	483
Profit after tax		15,000	1,430,098
Retained earnings at the beginning of the year		(247,219)	59,460
		(247,219)	59,460
Profit for the year		15,000	1,430,098
Dividends declared and paid		(15,000)	(1,736,777)
Retained earnings at the end of the year		(247,219)	(247,219)

The notes on pages 9 to 12 form part of these financial statements.

The New Energy Industries Limited
Registered number: 06007611

Statement of financial position
As at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Investments	6	1,477,782	1,477,782
		<u>1,477,782</u>	<u>1,477,782</u>
Total assets less current liabilities		1,477,782	1,477,782
Net assets		<u>1,477,782</u>	<u>1,477,782</u>
Capital and reserves			
Called up share capital		1,720,001	1,720,001
Share premium account		5,000	5,000
Profit and loss account		(247,219)	(247,219)
		<u>1,477,782</u>	<u>1,477,782</u>

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....
N Tate
 Director

Date: 21/5/18

The notes on pages 9 to 12 form part of these financial statements.

The New Energy Industries Limited
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Statement of changes in equity
For the year ended 31 December 2017

	Called up share capital £	Share premium account £	Profit and loss account £	Total equity £
At 1 January 2016	1,720,001	5,000	59,460	1,784,461
Comprehensive income for the year				
Profit for the year	-	-	1,430,098	1,430,098
Dividends: Equity capital	-	-	(1,736,777)	(1,736,777)
At 1 January 2017	1,720,001	5,000	(247,219)	1,477,782
Comprehensive income for the year				
Profit for the year	-	-	15,000	15,000
Dividends: Equity capital	-	-	(15,000)	(15,000)
At 31 December 2017	1,720,001	5,000	(247,219)	1,477,782

The New Energy Industries Limited

Notes to the financial statements For the year ended 31 December 2017

1. General information

The New Energy Industries Limited is a private company limited by shares and incorporated in England. The address of the registered office and principal place of business is Bainbridge House, 86-90 London Road, Manchester, M1 2PW. The company's registered number is 06007611.

The nature of the company's operation and its principal activity is that of an intermediate holding company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors and loans to and from related parties.

Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.3 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment.

The New Energy Industries Limited

**Notes to the financial statements
For the year ended 31 December 2017**

2. Accounting policies (continued)

2.5 Creditors

Short term creditors are measured at the transaction price.

2.6 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

2.7 Interest income

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

2.8 Taxation

Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

2.9 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where the judgements and estimates have been made include:

Provision for impairment loss on investments in subsidiaries

Management assess at each reporting date whether there is an indication that the investment in the subsidiary is impaired. If any such indication exists management shall estimate the recoverable amount of the asset and any impairment loss shall be recognised immediately in the profit or loss.

4. Employees

The average monthly number of employees, including directors, during the year was 2 (2016: 2).

The New Energy Industries Limited
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Notes to the financial statements
For the year ended 31 December 2017

5. Exceptional items

	2017 £	2016 £
Write-off intercompany balances	-	301,323
	<u> </u>	<u> </u>

6. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2017	1,477,782
At 31 December 2017	<u>1,477,782</u>
 Net book value	
At 31 December 2017	<u>1,477,782</u>
 <i>At 31 December 2016</i>	<u><u>1,477,782</u></u>

The New Energy Industries Limited

**Notes to the financial statements
For the year ended 31 December 2017**

7. Related party transactions

For the year ended 31 December 2017 the company was a wholly owned subsidiary of The New Energy Holdings Limited. In preparing these financial statements, the directors have taken advantage of the exemption available under section 33 paragraph 1A of the Financial Reporting Standard 102, and have not disclosed transactions entered into between wholly owned group undertakings.

8. Controlling party

The ultimate parent undertaking and controlling party is The New Energy Holdings Limited, a company incorporated in England and Wales.

The ultimate parent company is jointly controlled by its directors.

9. Subsidiary undertaking

The following was a subsidiary undertaking of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
TNEI Services Limited	England	Ordinary	100 %	Provision of consultancy services to the power and renewable energy markets

The aggregate of the share capital and reserves as at 31 December 2017 and of the profit or loss for the year ended on that date for the subsidiary undertaking was as follows:

	Aggregate of share capital and reserves	Profit/(loss)
	£	£
TNEI Services Limited	2,372,148	189,948