

AVONMOUTH BIO POWER ENERGY LIMITED

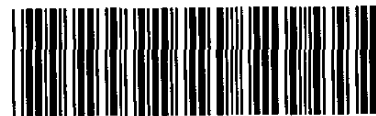
UNAUDITED

AMENDED FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE PERIOD ENDED 31 JULY 2018

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AVONMOUTH BIO POWER ENERGY LIMITED
REGISTERED NUMBER:07932861

STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2018

	Note	31 July 2018 £	31 August 2017 £
FIXED ASSETS			
Tangible assets	4	17,279,359	18,506,993
CURRENT ASSETS			
Debtors: amounts falling due within one year	5	663,432	458,026
Cash at bank and in hand		475,700	1,317,221
		<u>1,139,132</u>	<u>1,775,247</u>
Creditors: amounts falling due within one year	6	(14,157,398)	(14,412,789)
NET CURRENT LIABILITIES		(13,018,266)	(12,637,542)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,261,093</u>	<u>5,869,451</u>
NET ASSETS		<u>4,261,093</u>	<u>5,869,451</u>
CAPITAL AND RESERVES			
Called up share capital	7	1	1
Capital contribution reserve		58,980,496	58,980,496
Profit and loss account		(54,719,404)	(53,111,046)
		<u>4,261,093</u>	<u>5,869,451</u>

AVONMOUTH BIO POWER ENERGY LIMITED
REGISTERED NUMBER:07932861

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 JULY 2018

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of income and retained earnings in accordance with 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:

A handwritten signature in black ink, appearing to be 'I C Brooking', written in a cursive style.

I C Brooking
Director

Date: 22 November 2019

The notes on pages 3 to 7 form part of these financial statements.

AVONMOUTH BIO POWER ENERGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 JULY 2018

1. GENERAL INFORMATION

The company (registered number 07932861) is a private company, limited by shares and registered in England and Wales. The registered office is Blythe House, Blythe Park, Cresswell, Stoke-on-Trent, Staffordshire, ST11 9RD.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 GOING CONCERN

The financial statements have been prepared on the going concern basis, notwithstanding the company's net current liabilities of £13,018,266 which the directors believe to be appropriate for the following reasons.

The company is dependent for its working capital on funds provided to it by the parent company, Avonmouth Bio Power Limited. The parent company has provided the company with an undertaking that, for at least 12 months from the date of approval of these financial statement, it will continue to make available such funds as are needed by the company. This should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment.

As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so. Based on this understanding, the directors believe that this is appropriate to prepare financial statements on a going concern basis.

2.3 REVENUE

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of value added tax and trade discounts, and includes i) fees for the processing of waste product received ("gate fees"), ii) income received for the sale of electricity exported to the National Grid, and iii) Renewable Energy Obligation Certificates ("ROCs").

Revenue from gate fees are recognised on a monthly basis in the period in which the waste product is processed. Revenue from the sale of electricity is recognised in the period in which the output is delivered.

ROCs are issued to the company by the Government for the sale of electricity from renewable sources, and claimed from Ofgem on a three-monthly cycle.

2.4 RESEARCH AND DEVELOPMENT

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2018**

2. ACCOUNTING POLICIES (continued)

2.5 INTEREST INCOME

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

2.6 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line or reducing balance method.

Depreciation is provided on the following basis:

Plant and machinery	- 15 years straight line
Fixtures and fittings	- 5 years straight line
Office equipment	- 3 years straight line
Energy from waste facilities	- 20 years reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.7 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.9 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.10 FINANCIAL INSTRUMENTS

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

AVONMOUTH BIO POWER ENERGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 JULY 2018

3. EMPLOYEES

The average monthly number of employees, including directors, during the period was 8 (2017: 8).

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Office equipment £	Energy from waste facilities £	Total £
COST OR VALUATION					
At 1 September 2017	1,052,992	52,594	106,244	57,671,869	58,883,699
Disposals	(331,400)	-	-	-	(331,400)
At 31 July 2018	<u>721,592</u>	<u>52,594</u>	<u>106,244</u>	<u>57,671,869</u>	<u>58,552,299</u>
DEPRECIATION					
At 1 September 2017	124,274	22,791	96,778	40,132,863	40,376,706
Charge for the period on owned assets	44,097	9,642	9,466	833,029	896,234
At 31 July 2018	<u>168,371</u>	<u>32,433</u>	<u>106,244</u>	<u>40,965,892</u>	<u>41,272,940</u>
NET BOOK VALUE					
At 31 July 2018	<u>553,221</u>	<u>20,161</u>	<u>-</u>	<u>16,705,977</u>	<u>17,279,359</u>
At 31 August 2017	<u>928,718</u>	<u>29,803</u>	<u>9,466</u>	<u>17,539,006</u>	<u>18,506,993</u>

AVONMOUTH BIO POWER ENERGY LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2018****5. DEBTORS**

	31 July 2018 £	31 August 2017 £
Trade debtors	156,643	282,791
Amounts owed by group undertakings	210	160
Other debtors	9,084	8,192
Prepayments and accrued income	497,495	166,883
	663,432	458,026

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 July 2018 £	31 August 2017 £
Trade creditors	497,180	622,386
Amounts owed to group undertakings	13,476,921	13,525,086
Corporation tax	-	200
Other taxation and social security	-	4,410
Other creditors	915	808
Accruals and deferred income	182,382	259,899
	14,157,398	14,412,789

7. SHARE CAPITAL

	31 July 2018 £	31 August 2017 £
ALLOTTED, CALLED UP AND FULLY PAID		
1 (2017: 1) Ordinary share of £1.00	1	1

8. PENSION COMMITMENTS

The Avonmouth group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £5,898 (2017: £9,409). Contributions totalling £916 (2017: £808) were payable to the fund at the reporting date and are included in creditors.

AVONMOUTH BIO POWER ENERGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 JULY 2018

9. RELATED PARTY TRANSACTIONS

As the company is a wholly owned subsidiary of Avonmouth Bio Power Limited, the company has taken advantage of the exemption contained in FRS 102.33 and has therefore not disclosed transactions or balances with wholly owned subsidiaries which form part of the group.

During the period the company paid management fees to a shareholder of the company's ultimate parent company totalling £26,445 (2017: £58,685). Avonmouth Bio Power Energy Limited have incurred expenses of £2,238. There is an outstanding balance at the period end of £15,164 (2017: £8,834) included in creditors.

A payment of £13,560 was paid during the year to an entity under common control for a recharge of costs that had been incurred on behalf of the Avonmouth group. There was no outstanding balance at the period end.

10. OTHER INFORMATION

These accounts replace the original accounts and are now the statutory accounts. These accounts have been prepared as they were at the date of the original accounts.