

SYMBIO ENERGY LIMITED

Unaudited Financial Statements

Period of accounts

Start date: 01 April 2020

End date: 31 December 2020

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SYMBIO ENERGY LIMITED
Company Information
For the period ended 31 December 2020

Directors	Vinesh Pareshbhai Patel Nikunj Vyas
Registered Number	07999360
Registered Office	INTEGER MILLENNIUM HOUSE BRE INNOVATION CAMPUS BUCKNALLS LANE WATFORD WD25 9XX

SYMBIO ENERGY LIMITED

Directors' Report

For the period ended 31 December 2020

The directors present their report with the financial statements of the company for the period ended 31st December 2020.

Principal activities

Principal activity of the company during the financial period was production and trade of electricity.

Directors

The directors who served the company throughout the period were as follows:

Vinesh Pareshbhai Patel

Nikunj Vyas

Statement of directors' responsibilities

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations and in accordance with United Kingdom Generally Accepted Accounting Practice.

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 (Financial Reporting Standard 102). 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 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
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and
- 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.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Review of business

These accounts are 9 month accounts from April 2020 to December 2020. Symbio Energy started actively trading in April 2019. It has grown rapidly and has consistently been the lowest priced electricity provider in the UK since April 2019 across all GSP regions, saving the UK customer tens of millions of pounds.

April 2020 to December 2020, marked a difficult period for the industry due to the Covid 19 pandemic. The pandemic resulted in commercial demand destruction and a rise in CFD related costs from FIT Levelisation to LCCC. There has also been an associated increase in the company debtor book as Ofgem advised suppliers not to chase customer debt. There was also an associated increase customer defaults and bad debts. Covid 19 related exceptional costs which will span 2020 to the end of 2022, are expected to be in the region of £5m. In 2020, LCCC and FIT levelisation costs alone have added £1.3million to the costs due to demand collapse. In 2021, market participants will recover losses from 2020, with an associated increase in prices in 2021. In fact, average price comparison tariff prices have risen by over 15% and Ofgem approved an increase in the price cap of over 11%.

Overall, Symbio Energy still has the lowest Standard Variable Tariff ratio amongst its customer base in the whole industry, the lowest Prepayment Meter Tariff ratios and the lowest overall customer reserve balances.

Symbio Energy contracts out its back office functions and changed supplier in November 2020 as the previous supplier was sub-standard. The changeover was arduous as the previous supplier resorted to poor professional practices during their notice period. There is on-going litigation against the previous supplier. In order to avoid such a situation, Symbio Energy has acquired a minority stake in the new outsourcing supplier and the new supplier has a minority stake in Symbio Energy. The new company is increasing resources , training and IT provisions such that Customer Service issues are addressed as a matter of urgency. This improvement is hampered somewhat by the pandemic and its effect in India. This is expected to be resolved by July 2021.

Symbio Energy has partnering with UK companies to develop a new prototype solar PV system called T.I.P.A. (Total Internal Photonic Absorption). This prototype is current undergoing experimental analysis and if correct, the system should reduce PV generation costs by over 50% for organic or flexible PV materials. The system is designed predominantly for sub-saharan Africa but a model with heat recovery will be available for Western Markets.

In summary, Symbios sales has grown by over 90% within 9 months. Adjusted for Covid 19 costs, Symbio Energy would have made an operational profit of circa £388K for 9 months. It has invested heavily in IT customisation and systems. It will have adverse Covid costs of over £5m over 2 years. It had operational issues with its outsourcing supplier which is changed in November 2020 and it fully expects all operational customer service issues to be resolved by July 2021. Symbio Energy is ready for the new switch CSS system. It is actively rolling out Smart meters and is still maintaining to provide the lowest overall electricity cost in the UK. Symbio Energy has a small gas customer cohort and it working on IT systems to integrate into its licenced platform. Symbio Energy will be rolling out its gas offering from September 2021.

Projected forward guidance for Jan to Dec 2021 sales is anticipated at £73.3m.

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

Vinesh Pareshbhai Patel

Director

Date approved: 06 May 2021

SYMBIO ENERGY LIMITED

Balance Sheet

As at 31 December 2020

	Notes	31/12/2020 £	31/03/2020 £
Fixed assets			
Intangible fixed assets	3	1,749,942	1,578,015
Tangible fixed assets	4	50,728	43,631
		1,800,670	1,621,646
Current assets			
Debtors	5	7,024,997	3,622,192
Cash at bank and in hand		167,647	1,154,285
		7,192,644	4,776,477
Creditors: amount falling due within one year	6	(7,536,119)	(4,074,609)
Net current liabilities		(343,475)	701,868
Total assets less current liabilities		1,457,195	2,323,514
Creditors: amount falling due after more than one year	7	(45,276)	0
Net assets		1,411,919	2,323,514
Capital and reserves			
Called up share capital		1	1
Profit and loss account		1,411,918	2,323,513
Shareholders funds		1,411,919	2,323,514

For the period ended 31 December 2020 the company was entitled to exemption from audit under section 477 of the companies act 2006 relating to small companies.

Directors' responsibilities:

1. The members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 476.
2. The directors acknowledge their responsibilities for complying with the requirements of the companies act 2006 with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of Part 15 of the Companies Act 2006. In accordance with Section 444 of the Companies Act 2006, the profit and loss account has not been delivered to the Registrar of Companies.

The financial statements were approved by the board of directors on 06 May 2021 and were signed on its behalf by:

Vinesh Pareshbhai Patel
Director

SYMBIO ENERGY LIMITED
Statement of Changes in Equity
For the period ended 31 December 2020

	Equity share capital £	Retained Earnings £	Total £
At 01 January 2019		2,197,117	2,197,117
Profit for the period		252,396	252,396
Total comprehensive income for the period	-	252,396	252,396
Dividends		(126,000)	(126,000)
Other equity share capital	1		1
Total investments by and distributions to owners	1	(126,000)	(125,999)
At 31 March 2020	1	2,323,513	2,323,514
At 01 April 2020		2,323,513	2,323,513
Profit for the period		(911,595)	(911,595)
Total comprehensive income for the period	-	(911,595)	(911,595)
Other equity share capital	1		1
Total investments by and distributions to owners	1	-	1
At 31 December 2020	1	1,411,918	1,411,919

SYMBIO ENERGY LIMITED
Notes to the Financial Statements
For the period ended 31 December 2020

General Information

SYMBIO ENERGY LIMITED is a private company, limited by shares, registered in England and Wales, registration number 07999360, registration address INTEGER MILLENNIUM HOUSE, BRE INNOVATION CAMPUS, BUCKNALLS LANE WATFORD, WD25 9XX.

The presentation currency is £ sterling.

1. Accounting policies

Accounting policies

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net value of goods and services sold during the period excluding value added tax

Operating lease rentals

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of twenty five years.

Licence Software

License Software, being the amount paid in respect of Energy license Software on the acquisition of business and the subsequent cost for the license, is being amortised evenly over 25 years.

Tangible fixed assets

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

Plant and Machinery	4% Straight Line
Fixtures, Fixture & Equipment	30% Reducing Balance

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

2. Intangible fixed assets

Cost	License Software £	Total £
At 01 April 2020	1,986,030	1,986,030
Additions	238,668	238,668
Disposals	-	-
At 31 December 2020	2,224,698	2,224,698
Amortisation		
At 01 April 2020	408,015	408,015
Charge for period	66,741	66,741
On disposals	-	-
At 31 December 2020	474,756	474,756
Net book values		
At 31 December 2020	1,749,942	1,749,942
At 31 March 2020	1,578,015	1,578,015

3. Tangible fixed assets

Cost or valuation	Plant and Machinery £	Fixtures, Fixture & Equipment £	Total £
At 01 April 2020	35,000	17,935	52,935
Additions	-	13,526	13,526
Disposals	-	-	-
At 31 December 2020	35,000	31,461	66,461
Depreciation			
At 01 April 2020	1,750	7,554	9,304
Charge for period	1,050	5,379	6,429
On disposals	-	-	-
At 31 December 2020	2,800	12,933	15,733
Net book values			
Closing balance as at 31 December 2020	32,200	18,528	50,728
Opening balance as at 01 April 2020	33,250	10,381	43,631

4. Debtors: amounts falling due within one year

	31/12/2020	31/03/2020
	£	£
Trade Debtors	736,873	465,373
Amount Owed by Group Undertakings	1,167,522	903,245
Prepayments	175,256	21,128
Accrued Income	2,269,033	946,322
Other Debtors	2,625,293	1,225,766
VAT	38,261	60,358
Directors' Current Accounts	12,759	0
	<u>7,024,997</u>	<u>3,622,192</u>

5. Creditors: amount falling due within one year

	31/12/2020	31/03/2020
	£	£
Trade Creditors	676,375	105,601
Bank Loans & Overdrafts	4,724	0
PAYE & Social Security	27,911	14,486
Accrued Expenses	3,415,109	1,976,007
Deferred Income	0	114,404
Other Creditors	109,928	72,589
Payments Received on Account	0	24,019
Renewable Obligations	3,302,072	1,767,503
	<u>7,536,119</u>	<u>4,074,609</u>

6. Creditors: amount falling due after more than one year

	31/12/2020	31/03/2020
	£	£
Bank Loans & Overdrafts	45,276	0
	<u>45,276</u>	<u>0</u>

7. Average number of employees

Average number of employees during the period was 5 (2020 : 7).

8. Related Party Transactions

- i) The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.