

Registered number: 09263368

AFFECT ENERGY LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2021



AFFECT ENERGY LTD

COMPANY INFORMATION

Directors

Stuart Keith Jackson
James Andrew Eddison
Christopher Robert Hulatt
Greg Sean Jackson
Simon Andrew Rogerson
Jonathan Briskin

Registered number 09263368

Registered office

6th Floor
33 Holborn
London
England
EC1N 2HT

Independent auditors

Barnes Roffe LLP
Chartered Accountants
Leytonstone House
Leytonstone
London
E11 1GA

AFFECT ENERGY LTD

CONTENTS

	Page
Strategic report	1
Directors' report	2 - 3
Independent auditors' report	4 - 6
Statement of comprehensive income	7
Balance sheet	8
Statement of changes in equity	9
Notes to the financial statements	10 – 21
The following pages do not form part of the statutory financial statements:	
Detailed profit and loss account and summaries	22-25

AFFECT ENERGY LTD

STRATEGIC REPORT FOR THE YEAR ENDED 30 APRIL 2021

Principal activities

The principal activity of the Company during the period was services related to the supply of gas and electricity to domestic and commercial customers in Great Britain.

Business review and key performance indicators KPIs

Trust Pilot score - out of 5

2021	2020
Not applicable	5

Business review

The Company was acquired by Octopus Energy Limited in August 2018. On 1 May 2020 the Company's customer book was transferred from Affect Energy Limited to the immediate parent company Octopus Energy Limited. The entity continued to support Octopus Energy limited through maintaining supplier contracts. These have since been migrated to Octopus Energy limited or are in the process of doing so. In view of the full support of its parent the company is fully expected to realise its assets and discharge its liabilities in the normal course of business, and continue to be in existence for the foreseeable future.

Principal risks and uncertainties

The principal risks and uncertainties impacting the business whilst it continued trading in the year to 30 April 2021 were as follows;

As of 1 May 2020, the customers of the company were transferred to Octopus Energy Limited (the company's immediate parent company), the Directors do not currently have plans to recommence customer trading and as such consider there are no material risks and uncertainties applicable to the business at this time.

Future developments

The company has continued to support Octopus Energy Limited and is migrating any remaining supplier contracts over.

This report was approved by the board on 28 April 2022 and signed on its behalf.


S Jackson
Director

AFFECT ENERGY LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2021

The directors present their report and the financial statements for the year ended 30 April 2021.

Future developments

Details of future developments can be found in the Strategic Report on page 1.

Events after the balance sheet date

Details of significant events since the balance sheet date are contained in note 22 to the financial statements. There are none to report.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, 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.

Results and dividends

The loss for the year, after taxation, amounted to £Nil (2020 - loss £115,824).

The directors did not recommend interim or final dividend to be paid during the period (2020 - £Nil).

Directors

The directors who served during the year were:

Stuart Keith Jackson
James Andrew Eddison
Christopher Robert Hulatt
Greg Sean Jackson
Simon Andrew Rogerson
Jonathan Briskin

AFFECT ENERGY LTD

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2021**

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.

Going concern

As explained in Note 2.3, the entity is ceasing to trade. The financial statements have been prepared on a basis other than that of a going concern which includes, where appropriate writing down the entity's assets to net realisable value. There are no onerous contractual commitments at the balance sheet date. The financial statements do not include any provision for the future costs of terminating the business of the entity except to the extent that such costs were committed at the balance sheet date.

Auditors

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Barnes Roffe LLP has indicated its willingness to be reappointed for another term and a resolution to reappoint them will be proposed at the next Annual General Meeting.

This report was approved by the board on 28 April 2022 and signed on its behalf.


S Jackson
Director

AFFECT ENERGY LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AFFECT ENERGY LTD

Opinion

We have audited the financial statements of Affect Energy Ltd (the 'Company') for the year ended 30 April 2021, which comprise the Statement of comprehensive income, the Balance sheet and the related notes, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 April 2021 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.

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.

Emphasis of matter - financial statements prepared on a basis other than going concern

We draw attention to note 2.3 in the financial statements, which explains that the directors intend to cease trade and therefore does not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements have been prepared on a basis other than going concern as described in note 2.3. Our opinion is not modified in respect of this matter.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' report thereon. The directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

AFFECT ENERGY LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AFFECT ENERGY LTD (CONTINUED)

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 set out 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 are 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 intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

AFFECT ENERGY LTD

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AFFECT ENERGY LTD (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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

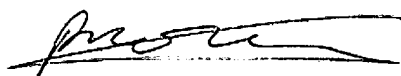
We assessed the susceptibility of the Company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by:

- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;
- Reviewing the financial statements and testing the disclosures against supporting documentation;
- Performing analytical procedures to identify any unusual or unexpected trends or anomalies;
- Inspecting and testing journal entries to identify unusual or unexpected transactions;
- Assessing whether judgment and assumptions made in determining significant accounting estimates were indicative of management bias.

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. This description forms part of our Auditors' report.

Use of our report

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.



Ricky Downey (Senior statutory auditor)
for and on behalf of
Barnes Roffe LLP
Chartered Accountants
Leytonstone House
Leytonstone
London
E11 1GA
28 April 2022

AFFECT ENERGY LTD

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2021**

	Note	2021 £	2020 £
Turnover	4	7,733,276	16,280,243
Cost of sales		(7,476,255)	(15,762,288)
Gross profit/(loss)		257,021	517,955
Administrative expenses		(259,470)	(626,767)
Other operating income		-	-
Operating loss	5	(2,449)	(108,812)
Interest payable and similar charges	9	-	(7,012)
Interest receivable and similar income	10	2,449	
Loss before tax		-	(115,824)
Loss for the financial year		-	(115,824)

There were no recognised gains and losses for 2021 or 2020 other than those included in the statement of comprehensive income.

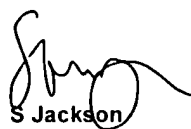
The notes on pages 10 to 21 form part of these financial statements.

AFFECT ENERGY LTD
REGISTERED NUMBER: 09263368

BALANCE SHEET
AS AT 30 APRIL 2021

		2021 £	2020 £
	Note		
Fixed assets			
Intangible assets	12	-	63,252
Tangible assets	13	-	1,290
		-	64,542
Current assets			
Debtors: amounts falling due within one year	14	1,173,177	10,976,633
Cash at bank and in hand	15	1,385,489	646,513
		2,558,666	11,623,146
Creditors: amounts falling due within one year	16	(5,636,188)	(14,763,210)
Net current liabilities		(3,075,522)	(3,140,064)
Net liabilities		(3,075,522)	(3,075,522)
Capital and reserves			
Called up share capital	18	1,000	1,000
Profit and loss account		(3,076,522)	(3,076,522)
		(3,075,522)	(3,075,522)

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


S Jackson

Director
28 April 2022

The notes on pages 10 to 21 form part of these financial statements.

AFFECT ENERGY LTD

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 APRIL 2021**

	Called up share capital £	Profit and loss account £	Total equity £
At 1 May 2019	1,000	(2,960,698)	(2,959,698)
Comprehensive income for the period			
Loss for the period	-	(115,824)	(115,824)
At 1 May 2020	1,000	(3,076,522)	(3,075,522)
Comprehensive income for the year			
Loss for the year	-	-	-
At 30 April 2021	1,000	(3,076,522)	(3,076,522)

The notes on pages 10 to 21 form part of these financial statements.

AFFECT ENERGY LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

1. General information

Affect Energy Ltd ("the Company") is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the company information page.

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 reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Octopus Capital Limited as at 30 April 2021 and these financial statements may be obtained from the registered office Company secretary, Octopus Capital Limited, 6th Floor, 33 Holborn, London, EC1 2HT.

2.3 Going concern

As of 1 May 2020, the energy customers of the Company were transferred to Octopus Energy Limited (the company's immediate parent company). Whilst the regulatory process happened during the period all risks and rewards were considered owned and earned by Octopus Energy Limited for the entire period. As such, the entity is winding down activities and will cease to trade. The financial statements have been prepared on a basis other than that of a going concern which includes, where appropriate writing down the entity's assets to net realisable value. There are no onerous contractual commitments at the balance sheet date. The financial statements do not include any provision for the future costs of terminating the business of the entity except to the extent that such costs were committed at the balance sheet date.

AFFECT ENERGY LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.5 Revenue

As per note 2.3, the energy customers were transferred to the parent company Octopus Energy Limited on 1 May 2020. Turnover for the current period represents recharges to the parent company of costs incurred in the period, in supporting its activities and customers.

Energy supply revenue of the prior period is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Energy supply revenue is recognised on the basis of electricity and gas supplied during the period and is attributable to the supply of electricity and gas. This includes an estimate of the sales value of units and therms supplied to customers between the date of the last meter reading and the year end. Any unbilled revenue is included in prepayments and accrued income to the extent that it is considered recoverable, based on historical data.

2.6 Derivatives and Hedging

The Company mitigates its exposure to fluctuation in commodity prices by hedging. When these contracts are initiated as to fulfil the supply requirement for customers, the Company classifies them as 'own use' and outside the scope of FRS 102 section 11 and 12. The volume of energy delivered to the Company is in line with customer usage and no contracts are entered into on a speculative basis.

2.7 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of comprehensive income on a straight-line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

2. Accounting policies (continued)

2.8 Taxation

Tax is recognised in the Statement of comprehensive income, 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 balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.9 Intangible assets

Intangible assets consist of:

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Statement of comprehensive income over its useful economic life.

Acquisition costs

Capitalised acquisition costs relate to the direct cost of acquiring customers via the different acquisition channels.

Acquisition cost is included at cost where it can be directly attributed to a customer. The assets are amortised over a period of 3 years on a straight-line basis.

AFFECT ENERGY LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

2. Accounting policies (continued)

2.13 Intangible assets (continued)

Website costs

Internally developed software costs are included at cost to the extent that they can be recovered by future revenues and include both external purchases as well as employment cost of the development team. They are amortised over the useful economic life of the asset. Development costs have been capitalised in line with FRS 102 Section 18 "Intangible Assets other than Goodwill" and are therefore not treated, for dividend purposes as a realised loss. Any expenditure incurred that does not relate to development of the final asset in use is expensed as incurred. There were no such expenses in the current period. The amortisation is treated as an admin expense.

The asset started to be amortised at the point it became available for use, over a period of 3 years on a straight-line basis. This is reviewed for impairment on an annual basis.

2.14 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.

Depreciation is provided on the following basis:

Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	20% straight line
Computer equipment	-	33% straight line
Leasehold improvements	-	33% straight line

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. During the year assets were fully depreciated and disposed of at Nil net book value.

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

2.15 Debtors

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

2.16 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.

2.17 Creditors

Short term creditors are measured at the transaction price.

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

2. Accounting policies (continued)

2.18 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.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. 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.

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

In the application of the Company's accounting policies, which are described above, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key source of estimation uncertainty - revenue recognition

The prior period revenue includes an estimate of the sales value of units supplied to customers between the date of the last meter reading and the period end. This is calculated by reference to data received through third party settlement systems, together with estimate of consumption not yet processed through settlements and selling price estimates. These estimates are sensitive to the assumptions used in determining the portion of sales not billed and based on meter readings at the reporting date.

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

4. Turnover

	2021	2020
	£	£
Sales	7,733,276	16,280,243

5. Operating loss

The operating loss is stated after charging:

	2021	2020
	£	£
Other operating lease rentals	-	36,625

6. Auditors' remuneration

The Company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent Company.

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

7. Employees

Staff costs, including directors' remuneration, were as follows:

	2021 £	2020 £
Wages and salaries	-	8,289
Cost of defined contribution scheme	-	-
	<u>-</u>	<u>8,289</u>

The average monthly number of employees, including the directors, during the year was 6 (2020 - 5).

8. Directors' remuneration

	2021 £	2020 £
Directors' emoluments	-	-

9. Interest payable and similar charges

	2021 £	2020 £
Other loan interest payable	-	7,012

10. Interest receivable and similar income

	2021 £	2020 £
Other loan interest receivable	<u>2,449</u>	<u>-</u>

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

11. Taxation

	2021 £	2020 £
Total current tax	<u>-</u>	<u>-</u>

Factors affecting tax charge for the year/period

The tax assessed for the year is higher than (2020 - *higher than*) the standard rate of corporation tax in the UK of 19% (2020 - 19%). The differences are explained below:

	30 April 2021 £	30 April 2020 £
Loss on ordinary activities before tax	-	(115,824)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020 - 19%)	-	(22,007)
Effects of:		
Expenses not deductible and income not taxable for tax purposes, other than goodwill amortisation and impairment		929
	245	
Transfer to tax losses carried forward	(245)	21,078
Total tax charge for the year/period	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

There are losses of £2,704,978 which have been carried forward against future taxable profits.

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

12. Intangible assets

	Customer acquisition £	Website £	Goodwill £	Total £
Cost				
At 1 May 2020	136,701	68,425	100,000	305,126
Disposals	(136,701)	(68,425)	(100,000)	(305,126)
At 30 April 2021	-	-	-	-
Amortisation				
At 1 May 2020	76,778	68,425	96,671	241,874
Charge for the year on owned assets	59,923	-	3,329	63,252
Disposals	(136,701)	(68,425)	(100,000)	(305,126)
At 30 April 2021	-	-	-	-
Net book value				
At 30 April 2021	-	-	-	-
At 30 April 2020	59,923	-	3,329	63,252

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

13. Tangible fixed assets

	Fixtures and fittings £	Leasehold improvements to property £	Computer equipment £	Total £
Cost or valuation				
At 1 May 2020	8,032	29,341	145,867	183,240
Disposals	(8,032)	(29,341)	(145,867)	(183,240)
At 30 April 2021	-	-	-	-
Depreciation				
At 1 May 2020	6,985	29,341	145,624	181,950
Charge for the year on owned assets	1,047	-	243	1,290
Disposals	(8,032)	(29,341)	(145,867)	(183,240)
At 30 April 2021	-	-	-	-
Net book value				
At 30 April 2021	-	-	-	-
At 30 April 2020	1,047	-	243	1,290

14. Debtors

	2021 £	2020 £
Trade debtors	-	1,826,846
Other debtors	33,929	1,324,047
Prepayments and accrued income	1,139,248	7,825,740
	<u>1,173,177</u>	<u>10,976,633</u>

15. Cash and cash equivalents

Cash at bank and in hand	<u>1,385,519</u>	<u>646,513</u>
--------------------------	------------------	----------------

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

16. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	128,513	2,334,226
Amounts owed to group undertakings	4,982,963	9,732,767
Other creditors	-	15,000
Accruals and deferred income	522,712	2,681,217
	<u>5,634,188</u>	<u>14,763,210</u>

17. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through profit or loss	1,385,519	646,513
Financial assets that are debt instruments measured at amortised cost	-	3,080,285
	<u>1,385,519</u>	<u>3,726,798</u>
Financial liabilities		
Financial liabilities measured at amortised cost	5,634,188	(14,763,210)

18. Share capital

	2021 £	2020 £
Allotted, called up and fully paid		
1,000 (2020 - 1,000) Ordinary shares of £1.00 each	1,000	1,000

AFFECT ENERGY LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021**

19. Commitments under operating leases

At 30 April 2021 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	-	26,581
Later than 1 year and not later than 5 years	-	-
	<hr/> -	<hr/> 26,581

20. Related party transactions

The company has taken advantage of the exemption, under FRS 102 paragraph 1.12 and paragraph 33.1A, from disclosing transactions and balances with its group companies.

21. Controlling party

The immediate parent Company is Octopus Energy Limited, a Company incorporated in the UK and registered in England and Wales. Copies of these financial statements can be obtained from the registered office Company Secretary, Octopus Energy Limited, 6th floor, 33 Holborn, London, EC1N 2HT.

The ultimate controlling party is Octopus Capital Limited, a Company incorporated in the United Kingdom and registered in England and Wales. The smallest and largest group of undertakings of which the company is a member that draws up group financial statements is that of Octopus Capital Limited. Octopus Capital Limited prepares consolidated financial statements, and copies of these financial statements can be obtained from the registered office Company Secretary, Octopus Capital Limited, 6th Floor, 33 Holborn, London, EC1N 2HT.

22. Subsequent Events

There are no subsequent events to report.

AFFECT ENERGY LTD

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2021**

	2021	2020
	£	£
Turnover	7,733,276	16,280,243
Cost of sales	(7,476,255)	(15,792,288)
Gross profit	257,021	517,955
Less: overheads		
Administrative expenses	(259,470)	(626,767)
Operating loss	(2,449)	(108,812)
Interest receivable and similar income	-	-
Interest payable and similar charges	2,449	(7,012)
Loss for the year	-	(115,824)

AFFECT ENERGY LTD

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2021**

	2021 £	2020 £
Turnover		
Sales	7,733,276	16,280,243
	<hr/>	<hr/>
	2021 £	2020 £
Cost of sales		
Purchases	1,149,577	5,395,592
Transportation	2,376,408	6,103,639
Electricity balancing costs	5,474	8,232
Gas charges	702,811	77,321
Other fees	3,241,985	4,177,504
	<hr/>	<hr/>
	7,476,255	15,762,288
	<hr/>	<hr/>

AFFECT ENERGY LTD

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2021**

	2021	2020
	£	£
Administrative expenses		
Health insurance	665	-
Wages	-	8,289
Staff welfare	-	1,248
Telephone & internet	6,354	7,344
Computer costs	64,648	56,605
Advertising	-	18,049
Trade subscriptions	4,398	-
Legal & professional	3,423	25,461
Accountancy	45,038	32,019
Bank charges	48,787	47,327
Bad debts	-	280,707
Sundry expenses	33,670	-
Rent	9,618	36,625
Rates and water	(8,846)	26,391
Cleaning	-	200
Service charges	1,278	4,482
Insurances	3,600	4,233
Depreciation	1,290	8,418
Amortisation	63,252	69,369
	259,471	626,767

AFFECT ENERGY LTD

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2021**

	2021 £	2020 £
Interest payable and similar charges		
Loan interest payable	-	7,012
Hire purchase interest payable	-	-
	<u>-</u>	<u>7,012</u>
	2021 £	2020 £
Interest receivable and similar income		
Loan interest receivable	2,449	-
	<u>2,449</u>	<u>7,012</u>