



## **Summerston Energy Limited**

### **Annual report and unaudited financial statements**

for the year ended 30 June 2023

Registered number: SC180874

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## Company information

### Directors

M J Bullard  
E W Fellows  
E J Wilkinson

### Company secretary

Octopus Company Secretarial Services Limited  
6<sup>th</sup> Floor  
33 Holborn  
London  
England  
EC1N 2HT

### Bankers

Barclays Bank Plc  
1 Churchill Place  
London  
E14 5HP

### Registered office

c/o Pinsent Masons LLP  
Capital Square  
58 Morrison Street  
Edinburgh  
Scotland  
United Kingdom  
EH3 8BP

## Directors' report for the year ended 30 June 2023

The directors present their annual report and the unaudited financial statements for the company for the year ended 30 June 2023.

### Principal activities

The principal activity of the company is the generation of electricity from landfill gas. With effect from September 2018 the company ceased generation and operations from Summerston landfill site and vacated the site. This was a closed landfill site from which it was no longer economically viable to operate due to low and diminishing gas volumes.

### Results and dividends

The profit for the financial year amounted to £5 (2022: £2 loss).

The company paid no dividends during the year (2022: £nil).

### Directors

The directors of the company, who held office during the financial year and up to the date of signing the financial statements, are given below:

E J Wilkinson

M J Bullard (appointed 24 January 2023)

E W Fellows (appointed 12 December 2022)

P S Latham (resigned 12 December 2022)

M G Setchell (resigned 24 January 2023)

### Directors' third-party indemnity provision

A qualifying third-party indemnity provision as defined in section 234 of the Companies Act 2006 was in force throughout the financial year and at the date of approval of the financial statements for the benefit of each of the directors in respect of liabilities incurred as a result of their office, to the extent permitted by law. In respect of those liabilities for which directors may not be indemnified, the company maintained a directors' and officers' liability insurance policy throughout the financial year and up to the date of approval of the financial statements.

### Going concern

The company has made a small profit of £5 for the year ended 30 June 2023 and is in a net asset position of £179,981 as at 30 June 2023. Based on these facts, the directors have a reasonable expectation that the company has adequate resources to continue in operation for the foreseeable future, and for at least 12 months from the point of approving this annual report and financial statements. The company therefore continues to adopt the going concern basis in preparing the annual report and financial statements.

### Financial risk management

Given that the status of the company is that of a small trading company, it is exposed to limited financial risks. The financial risks the group faces have been disclosed within the financial statements of Melton Renewable Energy UK Limited for the year ended 30 June 2023. Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the finance department of Melton Renewable Energy UK Limited.

## Directors' report for the year ended 30 June 2023

### Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 Section 1A "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law).

Under company law, 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 the 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; 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 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 also 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.

### Audit exemption

The company was entitled to exemption from audit under section 479A of the Companies Act 2006 ("the Act") and the members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2023 in accordance with section 476 of the Act. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

### Small company exemption

This report has been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

The directors have taken advantage of the small companies' exemptions provided by section 414B of the Companies Act 2006 not to provide a strategic report.

The report was approved by the board on 29 February 2024 and signed on its behalf by:



**E J Wilkinson**  
**Director**

## Statement of income and retained earnings

for the year ended 30 June 2023

|   | Note | 2023<br>£ | 2022<br>£ |
|---|------|-----------|-----------|
| Cost of sales                               |      | 8         | (4)       |
| <b>Profit/(loss) before taxation</b>        | 5    | 8         | (4)       |
| Taxation                                    | 7    | (3)       | 2         |
| <b>Profit/(loss) for the financial year</b> | 11   | 5         | (2)       |
| <b>Retained earnings brought forward</b>    | 11   | 169,976   | 169,978   |
| Profit/(loss) for the financial year        |      | 5         | (2)       |
| <b>Retained earnings carried forward</b>    |      | 169,981   | 169,976   |

All items dealt with in the statement of income and retained earnings above relate to continuing operations.

There is no material difference between the profit/(loss) before taxation and the profit/(loss) for the financial year stated above and their historical cost equivalents.

The company has no other recognised income other than the results above and therefore no separate statement of comprehensive income has been prepared.

The notes on pages 6 to 10 form an integral part of these financial statements.

## Balance Sheet

as at 30 June 2023

|   | Note | 2023<br>£      | 2022<br>£      |
|---|------|----------------|----------------|
| <b>Current assets</b>                                       |      |                |                |
| Debtors   | 8    | 180,006        | 180,009        |
| <b>Creditors:</b> amounts falling due within one year       | 9    | (25)           | (33)           |
| <b>Net current assets</b>                                   |      | <u>179,981</u> | <u>179,976</u> |
| <b>Total assets less current liabilities and net assets</b> |      | <u>179,981</u> | <u>179,976</u> |
| <b>Capital and reserves</b>                                 |      |                |                |
| Called up share capital                                     | 10   | 10,000         | 10,000         |
| Retained earnings   | 11   | 169,981        | 169,976        |
| <b>Total shareholders' funds</b>                            | 12   | <u>179,981</u> | <u>179,976</u> |

The financial statements have been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006 and in accordance with FRS 102 Section 1A, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland".

For the year ended 30 June 2023 the directors consider that the company is entitled to exemption from audit under section 479A of the Companies Act 2006 ("the Act") and the members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Act.

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

The financial statements on pages 4 to 10 were approved by the board of directors on 29 February 2024 and were signed on its behalf by:



**E J Wilkinson**  
Director

Registered number: SC180874

The notes on pages 6 to 10 form an integral part of these financial statements.

## Notes to the financial statements

for the year ended 30 June 2023

### 1. General information

Summerston Energy Limited ("the company") generates electricity from landfill methane gas.

The company is a private company limited by shares and is incorporated and registered in Scotland, United Kingdom, company number: SC180874. The address of its registered office is at c/o Pinsent Masons LLP, Capital Square, 58 Morrison Street, Edinburgh, Scotland EH3 8BP.

### 2. Statement of compliance

The financial statements of Summerston Energy Limited have been prepared in compliance with United Kingdom Accounting Standards, including FRS 102 Section 1A, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" and the Companies Act 2006.

### 3. Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

#### **Basis of preparation**

The financial statements have been prepared on the going concern basis, under the historical cost convention in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards, including FRS 102 Section 1A, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland".

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 4.

#### **Related parties**

The company is exempt from disclosing transactions with related entities, these being other 100% owned subsidiaries of Fern Trading Limited, as required by FRS 102 paragraph 33.1A.

#### **Current tax**

Current tax is the amount of corporation tax payable in respect of the taxable profit for the year or prior periods. Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the year end.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

#### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exception:

- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

## Notes to the financial statements

for the year ended 30 June 2023

### 3. Accounting policies (continued)

#### **Group relief**

Amounts receivable/payable in respect of tax losses surrendered to/by group companies are recognised in the year in which the losses are surrendered.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### 4. Critical accounting judgements and estimation uncertainty

Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

#### (a) Critical judgements in applying the company's accounting policies

*The directors consider that there are no critical judgements in the application of the company's accounting policies which would have a material impact on the financial statements.*

#### (b) Key accounting estimates and assumptions

The directors consider that there are no key estimates or assumptions which would have a material impact on the financial statements.

### 5. Profit before taxation

The company ceased operations in September 2018. The profit before taxation for the year ended 30 June 2023 arises due to the write back of expense accruals brought forward from the previous year.

### 6. Employee information

The company paid no remuneration or wages to its directors during the financial year (2022: £nil) and had no other employees during the financial year (2022: nil). The emoluments of E J Wilkinson are paid by other group companies and recharged to CLP Envirogas Limited as part of a management charge. This management charge also includes a recharge of administration costs borne by the parent companies on behalf of the company and it is not possible to identify separately the amount of directors' emoluments.

M J Bullard and E W Fellows did not receive any payment for their services to the Melton Renewable Energy UK Limited group.



## Notes to the financial statements

for the year ended 30 June 2023

### 7. Taxation

#### a) Analysis of tax charge/(credit) in the year

|                                   | 2023     | 2022       |
|-----------------------------------|----------|------------|
|                                   | £        | £          |
| <b>Current tax</b>                |          |            |
| Group relief payable/(receivable) | 3        | (2)        |
| Total tax charge/(credit)         | <u>3</u> | <u>(2)</u> |

#### b) Reconciliation of tax charge/(credit)

The tax assessed on the profit/(loss) before taxation for the year is higher than (2022: higher than) the standard rate of corporation tax in the UK of 20.5% (2022: 19%). The differences are explained below:

|  | 2023     | 2022       |
|--|----------|------------|
|  | £        | £          |
| Profit/(loss) before taxation  | 8        | (4)        |
| Profit/(loss) on ordinary activities before taxation multiplied by standard rate of corporation tax of 20.5% (2022: 19%) | 2        | (1)        |
| Effect of:   |          |            |
| Adjustments in respect of prior years  | 1        | (1)        |
| Tax charge/(credit) for the year   | <u>3</u> | <u>(2)</u> |

#### c) Factors that may affect future charges

The Finance Act 2021 included measures to increase the standard rate of UK corporation tax from 19% to 25%, effective from 1 April 2023. The Finance Act 2021 was enacted in June 2021 and accordingly, these rates are applicable to the measurement of deferred tax balances at 30 June 2023.

### 8. Debtors

|                                    | 2023           | 2022           |
|------------------------------------|----------------|----------------|
|                                    | £              | £              |
| Amounts owed by parent undertaking | 180,006        | 180,009        |
|                                    | <u>180,006</u> | <u>180,009</u> |

The amounts owed by parent undertaking are unsecured, do not bear interest, and are repayable on demand.

## Notes to the financial statements

for the year ended 30 June 2023

### 9. Creditors: amounts falling due within one year

|   | 2023      | 2022      |
|---|-----------|-----------|
|   | £         | £         |
| Amounts owed to group undertakings for group relief | 25        | 25        |
| Accruals and deferred income                        | -         | 8         |
|   | <u>25</u> | <u>33</u> |

The amounts owed to group undertakings are unsecured, do not bear interest, and are repayable on demand

### 10. Called up share capital

|  | 2023          | 2022          |
|--|---------------|---------------|
|  | £             | £             |
| <i>Allotted, called up and fully paid</i>        |               |               |
| 10,000 (2022: 10,000) ordinary shares of £1 each | <u>10,000</u> | <u>10,000</u> |

### 11. Retained earnings

|                               | £              |
|-------------------------------|----------------|
| At 1 July 2022                | 169,976        |
| Profit for the financial year | <u>5</u>       |
| At 30 June 2023               | <u>169,981</u> |

### 12. Reconciliation of movements in total shareholders' funds

|                                      | 2023           | 2022           |
|--------------------------------------|----------------|----------------|
|                                      | £              | £              |
| Opening total shareholders' funds    | 179,976        | 179,978        |
| Profit/(loss) for the financial year | <u>5</u>       | <u>(2)</u>     |
| Closing total shareholders' funds    | <u>179,981</u> | <u>179,976</u> |

## Notes to the financial statements

for the year ended 30 June 2023

### 13. Contingent liabilities

At 30 June 2023 the company was guarantor with other group companies for a bank loan facility provided by the group's financiers. The outstanding loan balance as at 30 June 2023 was £74,852,000 (2022: £88,422,000).

The company has no other off balance sheet arrangements.

### 14. Ultimate parent undertaking and controlling party

CLPE Projects 1 Limited is the immediate parent undertaking and is registered in England, United Kingdom. The ultimate parent undertaking as at the year ended 30 June 2023 was Fern Trading Limited, a company limited by shares incorporated in the United Kingdom with its registered office at 6th Floor, 33 Holborn, London, England EC1N 2HT.

Melton Renewable Energy UK Limited, registered in England, United Kingdom, is the holding company of the smallest group of undertakings for which group financial statements are drawn up and Fern Trading Limited is the holding company of the largest group of undertakings for which group financial statements are drawn up. Copies of the group financial statements may be obtained from the address above.

### 15. Events since the Balance sheet date

There have been no material adjusting or disclosable events since the financial year end.