

# Connections 2 Energy Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 October 2019

# Connections 2 Energy Limited

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# **Connections 2 Energy Limited**

## **Company Information**

**Directors** Mr Thomas Creamer  
Mr Noel Gerard Creamer

**Registered office** Suite 3M  
International House  
Blantyre  
Glasgow  
G72 0BN

**Connections 2 Energy Limited**  
**(Registration number: SC488282)**  
**Balance Sheet as at 31 October 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	49,631	46,515
<b>Current assets</b>			
Stocks	<u>5</u>	1,199,286	-
Debtors	<u>6</u>	536,464	610,022
Cash at bank and in hand		2,099,358	1,991,740
		3,835,108	2,601,762
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(2,182,850)	(1,251,973)
<b>Net current assets</b>		1,652,258	1,349,789
<b>Total assets less current liabilities</b>		1,701,889	1,396,304
<b>Provisions for liabilities</b>		(288,963)	(496,480)
<b>Net assets</b>		1,412,926	899,824
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		1,412,925	899,823
<b>Total equity</b>		1,412,926	899,824

For the financial year ending 31 October 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 28 April 2020 and signed on its behalf by:

Mr Noel Gerard Creamer  
Director

The notes on pages 3 to 8 form an integral part of these financial statements.  
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# **Connections 2 Energy Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019**

### **1 General information**

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

Suite 3M

International House

Blantyre

Glasgow

G72 0BN

These financial statements were authorised for issue by the Board on 28 April 2020.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

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

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

## Connections 2 Energy Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	25% reducing balance
Office equipment	Straight line over 3 years

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

## **Connections 2 Energy Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019**

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Provisions**

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

#### **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.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 24 (2018 - 16).

## Connections 2 Energy Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### 4 Tangible assets

	Computer Systems and Equipment £	Plant and Machinery £	Total £
<b>Cost or valuation</b>			
At 1 November 2018	40,000	13,061	53,061
Additions	21,268	-	21,268
At 31 October 2019	61,268	13,061	74,329
<b>Depreciation</b>			
At 1 November 2018	-	6,546	6,546
Charge for the year	16,523	1,629	18,152
At 31 October 2019	16,523	8,175	24,698
<b>Carrying amount</b>			
At 31 October 2019	44,745	4,886	49,631
At 31 October 2018	40,000	6,515	46,515

#### 5 Stocks

	2019 £	2018 £
Work in progress	1,199,286	-

#### 6 Debtors

	Note	2019 £	2018 £
Trade debtors		397,370	480,022
Amounts owed by undertakings in which the company has a participating interest	8	100,000	100,000
Prepayments		9,094	-
Directors loan account		30,000	30,000
		536,464	610,022



## Connections 2 Energy Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### 7 Creditors

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

	2019 £	2018 £
<b>Due within one year</b>		
Trade creditors	3,604	44,902
Wages control	980	322
Commissions owed	163,094	40,816
PAYE and CIS creditor	14,766	16,806
Pension contributions	-	1,185
VAT Control account	18,218	115,332
Accruals	7,239	9,099
Contractor, subcontractor and material accrual	1,884,523	931,983
Corporation Tax	90,426	91,528
	2,182,850	1,251,973

#### 8 Related party transactions

##### Transactions with directors

	At 1 November 2018 £	Advances to directors £	Repayments by director £	At 31 October 2019 £
<b>2019</b>				
<b>Mr Noel Gerard Creamer</b>				
During the year the company provided the director with a non interest bearing loan, which is to be repaid within 9 months of the year end.	30,000	30,000	(30,000)	30,000
	30,000	30,000	(30,000)	30,000

	At 1 November 2017 £	Advances to directors £	At 31 October 2018 £
<b>2018</b>			
<b>Mr Noel Gerard Creamer</b>			
During the year the company provided the director with a non interest bearing loan, which is to be repaid within 9 months of the year end.	-	30,000	30,000
	-	30,000	30,000

## Connections 2 Energy Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

#### Summary of transactions with entities with joint control or significant interest

##### Meter Moves Limited

During the year the company was provided with services from Meter Moves Ltd, a company which Mr N Creamer is a director of.

#### Summary of transactions with other related parties

##### Total Pipeline Technology Civil Eng Ltd

During the year the company provided a loan to Total Pipeline Technology Civil Eng Ltd, a company which Mr N Creamer is a director of.

The unsecured loan will be repaid by mutual agreement as and when cashflow allows and bears an annual interest rate on the unpaid balance of 3%.

As at the date of signing the director has no reason to believe this loan will not be repaid.

#### Loans to related parties

	Other related parties £
<b>2019</b>	
At start of period	100,000
<b>2018</b>	
Advanced	100,000

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.