

Registration number: Industrial and Provident Societies Act 1965 and Friendly and Industrial and Provident Societies Act 1968 30503R

# Settle Hydro Limited

Management Committee Report

and unaudited

Financial Statements for the Year Ended 31 March 2012

Darbyshire & Co  
Nymrod House  
85 King Street  
Whalley  
Lancashire  
BB7 9SW

**Settle Hydro Limited**  
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**Settle Hydro Limited**  
**Company Information**

**Management Committee**      Ann Harding  
   Stephen Leslie Amphlett

**Registered office**      2 Grove Park Gardens  
   Settle  
   North Yorkshire  
   BD24 9QS

**Accountants**      Darbyshire & Co  
   Nymrod House  
   85 King Street  
   Whalley  
   Lancashire  
   BB7 9SW

**Settle Hydro Limited**  
**Management Committee Report for the Year Ended 31 March 2012**

The directors present their report and the unaudited financial statements for the year ended 31 March 2012.

**Management Committee**

The Management Committee who held office during the year were as follows:

Ann Harding

Stephen Leslie Amphlett

**Principal activity**

The principal activity of the company is environmental and ecological production of electricity.

**Business review**

*Fair review of the business*

The year 2011/2012 gave another successful full year of operation with the opportunity to maximise the outputs and improve operating data. With our understanding of the plant and machinery continually improving, it has enabled us to look at other aspects of the business.

We were pleased to be awarded a grant from the Local Energy Action Fund, administered by the Department of Energy and Climate Change, part of which was awarded to develop a new website which will revolutionize the way we are able to exchange information and contribute to research with other projects worldwide. The work on this site will be completed in 2012.

The directors further strengthened their close links with the Environment Agency and are pleased to be able to offer the Settle Hydro Site, and its associated data collection facilities, for the Environment Agency to do a major piece of research into fish migration, the results of which will be available in 2015. We continued to collaborate with partners, Charity Bank and KeyFund most notably in hosting a visit from a group of Northern Ireland investors and developers.

Settle Hydro is continually developing and researching new ways to use our accumulated information and experience to improve efficiency, and we are looking forward to expanding this facet of the scheme in the future.

We are, as ever, grateful for the continued support of the shareholders, the financial institutions, the visitors and the local community.

**Small company provisions**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on ..... and signed on its behalf by:

.....  
Ann Harding  
Director

**Settle Hydro Limited**

**Management Committee Report for the Year Ended 31 March 2012**

*..... continued*

.....  
Stephen Leslie Amphlett  
Director

**Accountants' Report to the Committee of Management on the Unaudited Financial  
Statements of  
Settle Hydro Limited  
for the Year Ended 31 March 2012**

In accordance with the engagement letter dated 1st December 2010 and in order to assist you to fulfil your duties under the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968, we have compiled the financial statements of Settle Hydro Limited which comprise of the Income and Expenditure Account, the Balance Sheet and the related notes for Settle Hydro Limited for the year ended 31 March 2012 5 to 11 from the accounting records and from information and explanations you have given to us.

This report is made solely to the Committee of Management of Settle Hydro Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile for Settle Hydro Limited report to the Company's Committee of Management that we have done so, and state those matters that we have agreed to state to them, in this report and for no other purpose . To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Settle Hydro Limited and the Company's Committee of Management as a body for our work or for this report.

We have carried out the engagement in accordance with the technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2012 that it is your duty to ensure that Settle Hydro Limited has kept proper accounting records and to prepare financial statements that give a true and fair view under the requirements of the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968 of the assets, liabilities, financial position and loss of Settle Hydro Limited. You consider that Settle Hydro Limited is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit or a review of the accounts of Settle Hydro Limited. In our opinion the financial criteria for the substitution of the Accountant's Report in place of a full audit have been met, the Income and Expenditure Account and the Balance Sheet are in agreement with the books of account kept by the Company, and they comply with the requirements of the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968.

.....  
Darbyshire & Co  
Nymrod House  
85 King Street  
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Lancashire  
BB7 9SW

Date:.....

**Settle Hydro Limited**  
**Profit and Loss Account for the Year Ended 31 March 2012**

	Note	2012 £	(As restated) 2011 £
Turnover		27,761	51,119
Cost of sales		<u>(2,250)</u>	<u>-</u>
Gross profit		25,511	51,119
Administrative expenses		<u>(24,212)</u>	<u>(26,571)</u>
Operating profit	3	1,299	24,548
Other interest receivable and similar income		12	4
Interest payable and similar charges		<u>(10,905)</u>	<u>(10,081)</u>
(Loss)/profit on ordinary activities before taxation		<u>(9,594)</u>	<u>14,471</u>
(Loss)/profit for the financial year	10	<u><u>(9,594)</u></u>	<u><u>14,471</u></u>

**Settle Hydro Limited**  
**(Registration number: 30503R)**  
**Balance Sheet at 31 March 2012**

	Note	2012 £	(As restated) 2011 £
<b>Fixed assets</b>			
Tangible fixed assets	5	347,539	362,731
<b>Current assets</b>			
Debtors	6	9,295	13,678
Cash at bank and in hand		11,696	163
		20,991	13,841
Creditors: Amounts falling due within one year	7	(800)	(26,430)
Net current assets/(liabilities)		20,191	(12,589)
Total assets less current liabilities		367,730	350,142
Creditors: Amounts falling due after more than one year	8	(144,932)	(118,250)
Net assets		222,798	231,892
<b>Capital and reserves</b>			
Called up share capital	9	141,255	140,755
Profit and loss account	10	81,543	91,137
Shareholders' funds		222,798	231,892

The notes on pages 8 to 11 form an integral part of these financial statements.



**Settle Hydro Limited**  
**(Registration number: 30503R)**  
**Balance Sheet at 31 March 2012**

..... *continued*

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

For the year ending 31 March 2012 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

Approved by the Board on ..... and signed on its behalf by:

.....  
Ann Harding  
Director

.....  
Stephen Leslie Amphlett  
Director

## Settle Hydro Limited

### Notes to the Financial Statements for the Year Ended 31 March 2012

#### 2 Accounting policies

##### Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

##### Turnover

Income represents the total amount receivable, net of value added tax, in respect of grants and donations received and the sale of goods and services to customers.

##### Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Other equipment	10% straight line
Screw with Trough	2.5% straight line
Sluice Gate with Hydraulics	5% straight line

##### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

#### 3 Operating profit

Operating profit is stated after charging:

	2012	(As restated) 2011
	£	£
Depreciation of tangible fixed assets	15,192	15,192

#### 4 Taxation

##### Factors that may affect future tax charges

Unrecognised deferred tax liability. Due to available taxable losses and the size of the company's operation, currently it will be at least 10 years before any Corporation tax will be payable. In addition, at the present time, there is no suggestion that the company will cease to trade and thus potentially create an immediate tax liability due to balancing charges. Accordingly it is felt that at the present time, no provision for deferred tax is required to be recognised in the accounts. The amount that may be payable/(recoverable) is £13,616 (31 March 2011 - £16,420).

**Settle Hydro Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2012**

..... *continued*

**5 Tangible fixed assets**

	<b>Other Equipment £</b>	<b>Sluice Gate &amp; Hydraulics £</b>	<b>Screw with Trough £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 April 2011	53,371	55,541	283,129	392,041
<b>Depreciation</b>				
At 1 April 2011	9,814	5,554	13,942	29,310
Charge for the year	5,337	2,777	7,078	15,192
At 31 March 2012	15,151	8,331	21,020	44,502
<b>Net book value</b>				
At 31 March 2012	38,220	47,210	262,109	347,539
At 31 March 2011	43,557	49,987	269,187	362,731

## Settle Hydro Limited

### Notes to the Financial Statements for the Year Ended 31 March 2012

..... *continued*

#### 6 Debtors

	2012 £	2011 £
Trade debtors	9,067	13,336
Other debtors	228	342
	9,295	13,678

#### 7 Creditors: Amounts falling due within one year

	2012 £	2011 £
Trade creditors	-	9,022
Bank loans and overdrafts	-	15,808
Other creditors	800	1,600
	800	26,430

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the company:

	2012 £	2011 £
Bank Loan	-	7,808
Key Fund Loan	-	8,000
	-	15,808

#### 8 Creditors: Amounts falling due after more than one year

	2012 £	2011 £
Bank loans and overdrafts	144,932	118,250

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the company:

	2012 £	2011 £
Bank Loan 1	124,932	118,250
Bank Loan 2	20,000	-
	144,932	118,250

## Settle Hydro Limited

### Notes to the Financial Statements for the Year Ended 31 March 2012

..... *continued*

Included in the creditors are the following amounts due after more than five years:

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
After more than five years by instalments	117,774	96,474
	117,774	96,474

## 9 Share capital

### Allotted, called up and fully paid shares

	<b>2012</b>		<b>2011</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary shares of £1 each	81,805	81,805	81,305	81,305
Enterprise Investment Scheme shares of £1 each	59,450	59,450	59,450	59,450
	141,255	141,255	140,755	140,755

### New shares allotted

During the year 500 Ordinary shares having an aggregate nominal value of £500 were allotted for an aggregate consideration of £500. further share issue to raise capital.

During the year - having an aggregate nominal value of £nil were allotted for an aggregate consideration of £nil.

## 10 Reserves

	<b>Profit and loss account</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
At 1 April 2011	91,137	91,137
Loss for the year	(9,594)	(9,594)
At 31 March 2012	81,543	81,543

## 11 Control

The company is controlled by its 175 members overall. The society has 130 ordinary share members and 45 members hold Enterprise Investment Scheme shares. No one person holds more than 5% of the shares.

**Settle Hydro Limited**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2012**

	2012		(As restated) 2011	
	£	£	£	£
Turnover (analysed below)		27,761		51,119
Cost of sales (analysed below)		<u>(2,250)</u>		<u>-</u>
Gross profit		<u>25,511</u>		<u>51,119</u>
Gross profit (%)		91.90%		100.00%
<b>Administrative expenses</b>				
Establishment costs (analysed below)	6,057		7,733	
General administrative expenses (analysed below)	1,895		3,539	
Finance charges (analysed below)	1,068		107	
Depreciation costs (analysed below)	<u>15,192</u>		<u>15,192</u>	
		(24,212)		(26,571)
Other interest receivable and similar income (analysed below)		12		4
Interest payable and similar charges (analysed below)		<u>(10,905)</u>		<u>(10,081)</u>
(Loss)/profit on ordinary activities before taxation		<u><u>(9,594)</u></u>		<u><u>14,471</u></u>

**Settle Hydro Limited**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2012**

	<b>2012</b>	<b>(As restated)</b>
	<b>£</b>	<b>2011</b>
		<b>£</b>
<b>Turnover</b>		
Sales, UK	27,311	17,812
Grants and subsidies	450	33,307
	<u>27,761</u>	<u>51,119</u>
 <b>Cost of sales</b>		
NYCC Grant refunded	2,250	-
	<u>2,250</u>	<u>-</u>

## Settle Hydro Limited

### Detailed Profit and Loss Account for the Year Ended 31 March 2012

..... *continued*

	2012 £	(As restated) 2011 £
<b>Establishment costs</b>		
Rent and rates	4,000	4,373
Insurance	496	481
Repairs and renewals	1,561	2,879
	6,057	7,733
<b>General administrative expenses</b>		
Telephone and fax	430	464
Printing, postage and stationery	22	607
Trade subscriptions	235	155
Sundry expenses	79	400
Accountancy fees	800	800
Legal and professional fees	329	545
Travel and convention expenses	-	568
	1,895	3,539
<b>Finance charges</b>		
Bank charges	1,068	107
<b>Depreciation costs</b>		
Depreciation of other equipment	5,337	5,337
Depreciation of Sluice Gate with Hydraulics	2,777	2,777
Depreciation of Screw with Trough	7,078	7,078
	15,192	15,192
<b>Other interest receivable and similar income</b>		
Bank interest receivable	12	4
	12	4
<b>Interest payable and similar charges</b>		
Loan interest	10,905	10,081
	10,905	10,081