Company Registration No. 7076607 (England and Wales)

K2 MANAGEMENT RENEWABLES LTD

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2019

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K2 MANAGEMENT RENEWABLES LTD

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K2 MANAGEMENT RENEWABLES LTD

BALANCE SHEET

AS AT 30 SEPTEMBER 2019

	Notes	2019 £	2019 £	2018 £	2018 £
Fixed assets					
Tangible assets	**3**		56,770		-
Current assets					
Debtors	**4**	1,510,840		442,812	
Cash at bank and in hand		56,173		50,524	
		1,567,013		493,336	
Creditors: amounts falling due within one year	**5**	(350,782)		(150,013)	
Net current assets			1,216,231		343,323
Total assets less current liabilities			1,273,001		343,323
Capital and reserves					
Called up share capital			2,500		2,500
Profit and loss reserves			1,270,501		340,823
Total equity			1,273,001		343,323

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 September 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 19 May 2020 and are signed on its behalf by:

Hr L Hammershoj
Director

Company Registration No. 7076607

1 Accounting policies

Company information

K2 Management Renewables Ltd is a private company limited by shares incorporated in England and Wales. The registered office is 10th Floor Tower House,, Fairfax Street, Bristol, BS1 3BN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary a mounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	- 25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.5 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

1 Accounting policies **(Continued)**

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.6 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Employees

The average number of employees during the year was 32 (2018 - 18).

	2019 Number	2018 Number
Total	-	-

3 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 October 2018	10,251
Additions	71,260
At 30 September 2019	81,511
Depreciation and impairment	
At 1 October 2018	10,251
Depreciation charged in the year	14,490
At 30 September 2019	24,741
Carrying amount	
At 30 September 2019	56,770
At 30 September 2018	-

4 Debtors

Amounts falling due within one year:	**2019 £**	**2018 £**
Trade debtors	906,014	442,516
Amounts owed by group undertakings	535,846	-
Other debtors	68,980	296
	1,510,840	442,812

5 Creditors: amounts falling due within one year

	2019 £	**2018 £**
Amounts owed to group undertakings	-	31,507
Corporation tax	57,678	23,669
Other taxation and social security	217,991	84,927
Other creditors	75,113	9,910
	350,782	150,013

6 Asset Purchase Agreement

An asset purchase agreement took place on 30 April 2019, between Prevailing Limited and the company. The combination has been accounted for as a purchase of Prevailing Limited assets and liabilities at this date.

7 Related party transactions

K2 Management A/S
The parent company

Invoiced K2 management Renewables Limited for professional fees and other expenses, totalling £2,441,155 in the year to 30 September 2019 (2018:- £1,481,285)
K2 Management Renewables Ltd, invoiced K2 management A/S for consultancy fees, totalling £3,389,534 in the year to 30 September 2019 (2018:- £1,685,131)
As at 30 September 2019 £422,309 was due from K2 Management A/S (2018:- £31,507 was due to K2 Management A/S)

As at 30 September 2019 £113,536 was due from K2 Analysis UK (2018:- nil)

8 Ultimate controlling party

The ultimate controlling party is K2 Management A/S, a company registered in Denmark.

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.