

Financial Statements

Kinetica 415 Limited

For the year ended 30 April 2016

Registered number: 08903921



Kinetica 415 Limited
Registered number: 08903921

Company Information

Directors

Mr P Darwell
Mr D J Williams
Mr A S G Dodge (resigned 22 January 2016)
Mrs K D Evans (resigned 10 July 2015)
Mr N Welch (appointed 1 March 2016)

Company secretary

Mr C M McInnes

Registered number

08903921

Registered office

Vision House
Oak Tree Court
Mulberry Drive
Cardiff Gate Business Park
Cardiff
CF23 8RS

Independent auditor

Grant Thornton UK LLP
Chartered Accountants & Statutory Auditor
11/13 Penhill Road
Cardiff
South Glamorgan
CF11 9UP

Kinetica 415 Limited
Registered number: 08903921

Contents

	Page
Directors' report	1 - 2
Independent auditor's report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 11

Directors' Report

For the year ended 30 April 2016

The directors present their report and the audited financial statements for the year ended 30 April 2016.

Directors' responsibilities statement

The directors are responsible for preparing 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 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 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.

Directors

The directors who served during the year were:

Mr P Darwell
Mr D J Williams
Mr A S G Dodge (resigned 22 January 2016)
Mrs K D Evans (resigned 10 July 2015)
Mr N Welch (appointed 1 March 2016)

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that 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 auditor is aware of that information.

Kinetica 415 Limited

Directors' Report

For the year ended 30 April 2016

Auditor

The auditor, Grant Thornton UK LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

This report was approved by the board on 21 June 2016 and signed on its behalf.



Mr C M McInnes
Secretary



Independent Auditor's Report to the Members of Kinetica 415 Limited

We have audited the financial statements of Kinetica 415 Limited for the year ended 30 April 2016, which comprise the Profit and loss account, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 Auditor's 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.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 April 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



Independent Auditor's Report to the Members of Kinetica 415 Limited

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where 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' exemption in preparing the Directors' report.

A handwritten signature in black ink, appearing to read "Rhian Owen UK CPA".

Rhian Owen (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Statutory Auditor

Chartered Accountants

Cardiff

Date:

21 June 2016

Profit and Loss Account

For the year ended 30 April 2016

		30 April 2016 £	Period ended 30 April 2015 £
	Note		
Turnover		111,842	96,877
Administrative expenses		<u>(78,894)</u>	<u>(52,613)</u>
Operating profit	2	32,948	44,264
Interest payable and similar charges	3	<u>(44,535)</u>	<u>(35,889)</u>
(Loss)/profit on ordinary activities before taxation		(11,587)	8,375
Tax on (loss)/profit on ordinary activities	4	<u>1,814</u>	<u>(1,814)</u>
(Loss)/profit for the financial year	11	<u>(9,773)</u>	<u>6,561</u>

The notes on pages 7 to 11 form part of these financial statements.

Balance Sheet

As at 30 April 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Tangible assets	5		747,577		700,397
Current assets					
Debtors	6	64,438		184,099	
Cash at bank		48,516		4,512	
		<u>112,954</u>		<u>188,611</u>	
Creditors: amounts falling due within one year	7	<u>(492,679)</u>		<u>(880,632)</u>	
Net current liabilities			<u>(379,725)</u>		<u>(692,021)</u>
Total assets less current liabilities			<u>367,852</u>		<u>8,376</u>
Creditors: amounts falling due after more than one year	8		<u>(371,063)</u>		<u>-</u>
Provisions for liabilities					
Deferred tax	9		<u>-</u>		<u>(1,814)</u>
Net (liabilities)/assets			<u><u>(3,211)</u></u>		<u><u>6,562</u></u>
Capital and reserves					
Called up share capital	10		<u>1</u>		<u>1</u>
Profit and loss account	11		<u>(3,212)</u>		<u>6,561</u>
Shareholders' (deficit)/funds	12		<u><u>(3,211)</u></u>		<u><u>6,562</u></u>

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 21/6/16



Mr N Welch
Director

The notes on pages 7 to 11 form part of these financial statements.

Notes to the Financial Statements

For the year ended 30 April 2016

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

At the balance sheet date, the company is dependent on future short and long term funding being available to enable it to continue operating and to meet its liabilities when they fall due. The company continues to be reliant on the support of its shareholders for its continued operation. The shareholders have expressed their willingness to provide necessary financial support in some suitable form should the need arise.

1.2 Turnover

Turnover comprises the amounts derived from the provision of goods and services which fall within the company's ordinary activities and is stated net of VAT. All turnover arises from continuing activities and is attributable to the income from the delivery of energy commodities.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery - 20 years

Finance costs are capitalised during the period of construction.

2. Operating profit

The operating profit is stated after charging:

	30 April 2016 £	Period ended 30 April 2015 £
Depreciation of tangible fixed assets:		
- owned by the company	42,820	28,866
Auditor's remuneration	3,600	2,000
	<u>46,420</u>	<u>30,866</u>

During the year, no director received any emoluments (2015 - £NIL).

Notes to the Financial Statements

For the year ended 30 April 2016

3. Interest payable

	30 April 2016 £	Period ended 30 April 2015 £
On other loans	44,535	35,889

4. Taxation

	30 April 2016 £	Period ended 30 April 2015 £
Analysis of tax charge in the year/period		
Deferred tax		
Accelerated capital allowances	(15,251)	15,251
Tax losses carried forward	13,437	(13,437)
Total deferred tax (see note 9)	(1,814)	1,814
Tax on (loss)/profit on ordinary activities	(1,814)	1,814

5. Tangible fixed assets

	Plant & Machinery £	Total £
Cost		
At 1 May 2015	729,263	729,263
Additions	90,000	90,000
At 30 April 2016	819,263	819,263
Depreciation		
At 1 May 2015	28,866	28,866
Charge for the year	42,820	42,820
At 30 April 2016	71,686	71,686
Net book value		
At 30 April 2016	747,577	747,577
At 30 April 2015	700,397	700,397

Included within plant and machinery is £25,018 (2015: £25,018) of capitalised finance costs.

Notes to the Financial Statements

For the year ended 30 April 2016

6. Debtors

	2016	2015
	£	£
Amounts owed by group undertakings	-	944
Amounts owed by related parties	-	7,610
Other debtors	64,438	175,545
	<u>64,438</u>	<u>184,099</u>

7. Creditors:

Amounts falling due within one year

	2016	2015
	£	£
Other loans	22,000	435,000
Trade creditors	297	2,944
Amounts owed to group undertakings	335,189	-
Amounts owed to related parties	108,000	430,000
Other creditors	27,193	12,688
	<u>492,679</u>	<u>880,632</u>

Other loans of £22,000 (2015: £435,000) included within creditors falling due within one year are secured against the assets to which they relate.

8. Creditors:

Amounts falling due after more than one year

	2016	2015
	£	£
Other loans	371,063	-

Other loans of £371,063 (2015: £nil) included within creditors falling due after more than one year are secured against the assets to which they relate.

9. Deferred taxation

	2016	2015
	£	£
At beginning of year/period	1,814	-
Charge for year/period	(1,814)	1,814
	<u>-</u>	<u>1,814</u>

Notes to the Financial Statements

For the year ended 30 April 2016

9. Deferred taxation (continued)

The provision for deferred taxation is made up as follows:

	2016	2015
	£	£
Accelerated capital allowances	18,693	15,251
Tax losses carried forward	(18,693)	(13,437)
	<u>-</u>	<u>1,814</u>

10. Share capital

	2016	2015
	£	£
Authorised, allotted, called up and fully paid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

11. Reserves

	Profit and loss account
	£
At 1 May 2015	6,561
Loss for the year	(9,773)
	<u>(3,212)</u>
At 30 April 2016	<u>(3,212)</u>

12. Reconciliation of movement in shareholders' funds

	2016	2015
	£	£
Opening shareholders' funds	6,562	-
(Loss)/profit for the year/period	(9,773)	6,561
Shares issued during the year/period	-	1
	<u>(3,211)</u>	<u>6,562</u>

Notes to the Financial Statements

For the year ended 30 April 2016

13. Related party transactions

Included within debtors is an amount of £nil (2015: £7,610) due to the company from Kinetica Energy Limited, a company considered to be under common control.

During the year the company was recharged development costs of £90,000 (2015: £651,719) by Kinetica Energy Limited, a company under common control. An amount of £108,000 (2015: £430,000) was owed to Kinetica Energy Limited as at 30 April 2016 and is included within creditors falling due within one year.

Fees of £3,375 (2015: £nil) were charged to the company in the year from Eco2 Management Services Limited, a company under common control. No amount was outstanding at year end (2015: £nil).

No disclosure of transactions with group companies has been given in these financial statements as permitted by the exemptions available under FRS 8 Related Party Disclosures.

14. Ultimate parent undertaking and controlling party

The ultimate parent company is Kinetica Wind Limited, a company registered in England & Wales.

The ultimate controlling party is considered to be Mr P Darwell by virtue of his shareholding in Kinetica Wind Limited.