

COMPANY REGISTRATION NUMBER: SC410041

**Cardenden Heat and Power Limited**  
**Financial Statements**  
**For the year ended**  
**31 March 2016**



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# **Cardenden Heat and Power Limited**

## **Financial Statements**

**Year ended 31 March 2016**

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# **Cardenden Heat and Power Limited**

## **Officers and Professional Advisers**

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### **The Board of Directors**

N Clark  
A W W Saunders  
T Dougan  
M McLintock  
G A Robotham

### **Company Secretary**

A W W Saunders

### **Registered Office**

114-116 Station Road  
Cardenden  
Fife  
KY5 0BW

### **Auditor**

Bird Simpson & Co  
Chartered Accountant & Statutory Auditor  
144 Nethergate  
Dundee  
DD1 4EB

### **Bankers**

The Royal Bank of Scotland  
23/25 Rosslyn Street  
Kirkcaldy  
Fife  
KY1 3HW

### **Solicitors**

Thorntons  
2 Park Place  
Kirkcaldy  
KY1 1XL

# **Cardenden Heat and Power Limited**

## **Strategic Report**

**Year ended 31 March 2016**

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The directors present their strategic report of the company for the year ended 31 March 2016.

### **REVIEW AND ANALYSIS OF THE BUSINESS DURING THE CURRENT YEAR**

The principal activity of the company during the year was the planning and development of a biomass-fed community energy project.

This report presents a fair review of the business of the company including an analysis of its development and performance during the year. This is consistent with the size and complexity of the business.

### **Key performance indicators**

There are no key performance indicators as the project is still in the planning stage.

### **Development and financial performance during the year**

The loss for the year, after taxation, amounted to £72 (2015: £30).

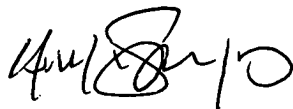
### **Financial position at the reporting date**

The balance sheet shows the Company's net liabilities at the year end are £29 (2015: £1).

### **PRINCIPAL RISKS AND UNCERTAINTIES FACING THE BUSINESS**

The principal risk for the company is the project not coming to financial viability. The directors understand the risks involved in the business and continually monitor these risks and the impact on the company.

This report was approved by the board of directors on 16 August 2016 and signed on behalf of the board by:



A W W Saunders  
Director

# **Cardenden Heat and Power Limited**

## **Directors' Report**

**Year ended 31 March 2016**

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The directors present their report and the financial statements of the company for the year ended 31 March 2016.

### **Directors**

The directors who served the company during the year were as follows:

N Clark  
A W W Saunders  
T Dougan  
M McIntock  
G A Robotham  
K Pattenden (Resigned 3 August 2015)  
F H Wardhaugh (Resigned 24 February 2016)

### **Dividends**

The directors do not recommend the payment of a dividend.

### **Disclosure of information in the strategic report**

The strategic report is set out on page 2.

### **Directors' responsibilities statement**

The directors are responsible for preparing the strategic report, 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 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

### **Auditor**

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

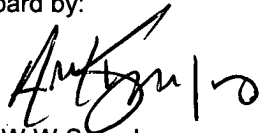
# Cardenden Heat and Power Limited

## Directors' Report *(continued)*

**Year ended 31 March 2016**

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This report was approved by the board of directors on 16 August 2016 and signed on behalf of the board by:



A W W Saunders  
Director

# **Cardenden Heat and Power Limited**

## **Independent Auditor's Report to the Shareholders of Cardenden Heat and Power Limited**

**Year ended 31 March 2016**

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We have audited the financial statements of Cardenden Heat and Power Limited for the year ended 31 March 2016 which comprise the statement of income and retained earnings, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders 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**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the strategic report and the directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **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 31 March 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# Cardenden Heat and Power Limited

## Independent Auditor's Report to the Shareholders of Cardenden Heat and Power Limited *(continued)*

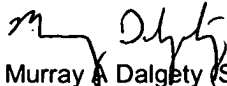
Year ended 31 March 2016

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### 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; and
- 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.



Murray A. Dalgety (Senior Statutory Auditor)

For and on behalf of  
Bird Simpson & Co  
Chartered accountant & statutory auditor  
144 Nethergate  
Dundee  
DD1 4EB

5<sup>th</sup> October 2016

**Cardenden Heat and Power Limited**  
**Statement of Income and Retained Earnings**  
**Year ended 31 March 2016**

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|                                                                   | Note | 2016<br>£    | 2015<br>£   |
|-------------------------------------------------------------------|------|--------------|-------------|
| Administrative expenses                                           |      | 72           | 30          |
| <b>Operating loss</b>                                             |      | <u>72</u>    | <u>30</u>   |
| <b>Loss on ordinary activities before taxation</b>                |      | <u>72</u>    | <u>30</u>   |
| Tax on loss on ordinary activities                                |      | —            | —           |
| <b>Loss for the financial year and total comprehensive income</b> |      | <u>72</u>    | <u>30</u>   |
| <b>Retained losses at the start of the year</b>                   |      | (30)         | —           |
| <b>Retained losses at the end of the year</b>                     |      | <u>(102)</u> | <u>(30)</u> |

All the activities of the company are from continuing operations.

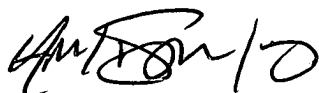
# Cardenden Heat and Power Limited

## Statement of Financial Position

31 March 2016

|                                                       | Note | 2016<br>£  | £            | 2015<br>£   |
|-------------------------------------------------------|------|------------|--------------|-------------|
| <b>Current assets</b>                                 |      |            |              |             |
| Cash at bank and in hand                              |      | 19         |              | 41          |
| <b>Creditors: amounts falling due within one year</b> | 3    | <u>120</u> |              | <u>70</u>   |
| <b>Net current liabilities</b>                        |      |            | <u>101</u>   | <u>29</u>   |
| <b>Total assets less current liabilities</b>          |      |            | <u>(101)</u> | <u>(29)</u> |
| <b>Capital and reserves</b>                           |      |            |              |             |
| Called up share capital                               | 4    |            | 1            | 1           |
| Profit and loss account                               | 5    |            | <u>(102)</u> | <u>(30)</u> |
| <b>Shareholders deficit</b>                           |      |            | <u>(101)</u> | <u>(29)</u> |

These financial statements were approved by the board of directors and authorised for issue on 16 August 2016, and are signed on behalf of the board by:



A W W Saunders  
Director

Company registration number: SC410041

# Cardenden Heat and Power Limited

## Statement of Cash Flows

Year ended 31 March 2016

|                                                             | 2016<br>£ | 2015<br>£ |
|-------------------------------------------------------------|-----------|-----------|
| <b>Cash flows from operating activities</b>                 |           |           |
| Loss for the financial year                                 | (72)      | (30)      |
| <i>Changes in:</i>                                          |           |           |
| Trade and other creditors                                   | 50        | 70        |
| Cash generated from operations                              | (22)      | 40        |
| Net cash (used in)/from operating activities                | (22)      | 40        |
| <b>Net (decrease)/increase in cash and cash equivalents</b> | (22)      | 40        |
| <b>Cash and cash equivalents at beginning of year</b>       | 41        | 1         |
| <b>Cash and cash equivalents at end of year</b>             | 19        | 41        |

# Cardenden Heat and Power Limited

## Notes to the Financial Statements

Year ended 31 March 2016

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### 1. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### 2. Accounting policies

#### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### Going concern

The financial statements have been prepared on a going concern basis. The directors have assessed the Company's ability to continue as a going concern and have reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing these financial statements.

#### Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 8.

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

|                 | 2016<br>£  | 2015<br>£ |
|-----------------|------------|-----------|
| Other creditors | <u>120</u> | <u>70</u> |

### 4. Called up share capital

#### Issued, called up and fully paid

|                            | 2016     |          | 2015     |          |
|----------------------------|----------|----------|----------|----------|
|                            | No.      | £        | No.      | £        |
| Ordinary shares of £1 each | <u>1</u> | <u>1</u> | <u>1</u> | <u>1</u> |

### 5. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

### 6. Related party transactions

Director, Andrew Saunders, is also the Chief Executive of Ore Valley Housing Association Limited.

### 7. Controlling party

The immediate and ultimate parent company is Ore Valley Housing Association Limited.

In the opinion of the directors no individual has ultimate control.

# **Cardenden Heat and Power Limited**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 March 2016**

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### **8. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 April 2014.

No transitional adjustments were required in equity or profit or loss for the year.

### **9. Going concern**

At 31 March 2016 the company had negative reserves. With the continued support of the parent company (Ore Valley Housing Association Limited) the company will be able to meet its liabilities as they fall due and therefore the financial statements have been prepared on a going concern basis.