



Company registration number SC621663 (Scotland)

Field Auchteraw Ltd
Annual Report and Unaudited Financial Statements
For the year ended 31 March 2024

Field Auchteraw Ltd

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Field Auchteraw Ltd

Statement of financial position

As at 31 March 2024

		2024		2023	
	Notes	£'000	£'000	£'000	£'000
Non-current assets					
Property, plant and equipment	4		9,384		1,104
Right-of-use assets	4		1,916		-
			<u>11,300</u>		<u>1,104</u>
Current assets					
Trade and other receivables falling due after more than one year	5		593		651
Trade and other receivables falling due within one year	5	1,839		411	
Cash and cash equivalents		28		-	
		<u>1,867</u>		<u>411</u>	
Current liabilities	6	(275)		(438)	
Net current assets/(liabilities)		<u>1,592</u>		<u>(27)</u>	
Total assets less current liabilities			<u>13,485</u>		<u>1,728</u>
Non-current liabilities	6		(13,602)		(1,790)
Provisions for liabilities					
Other provisions	9		(146)		-
Net liabilities			<u>(263)</u>		<u>(62)</u>
Equity					
Called up share capital	10		-		-
Retained earnings			(263)		(62)
Total equity			<u>(263)</u>		<u>(62)</u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 March 2024 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 in accordance with the provisions applicable to companies subject to the small companies regime.

Field Auchteraw Ltd

Statement of financial position (Continued)

As at 31 March 2024

The financial statements were approved by the board of directors and authorised for issue on 4 December 2024 and are signed on its behalf by:

S J White

Director

Company registration number SC621663 (Scotland)

Field Auchteraw Ltd

Statement of changes in equity

For the year ended 31 March 2024

	Share capital	Retained earnings	Total
	£'000	£'000	£'000
Balance at 1 April 2022	-	(10)	(10)
Year ended 31 March 2023:			
Loss and total comprehensive income	-	(52)	(52)
Balance at 31 March 2023	-	(62)	(62)
Year ended 31 March 2024:			
Loss and total comprehensive income	-	(201)	(201)
Balance at 31 March 2024	-	(263)	(263)

Field Auchteraw Ltd

Notes to the Financial Statements

For the year ended 31 March 2024

1 Accounting policies

Company information

Field Auchteraw Ltd is a private company limited by shares incorporated in Scotland. The registered office is 9th Floor, 41 West Campbell Street, Glasgow, Scotland, G2 6SE. The company's principal activities and nature of its operations are disclosed in the directors' report.

1.1 Accounting convention

The financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and in accordance with applicable accounting standards.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £'000.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The Company has taken advantage of exemptions available under FRS 101 in relation to the following:

- Cash flow statement and related notes;
- Disclosures in respect of capital management;
- Disclosures in respect of the compensation of Key Management Personnel.

The following Adopted IFRSs have been issued but have not been applied by the Company in these financial statements. Their adoption is not expected to have a material effect on the financial statements unless otherwise indicated (effective dates to be confirmed):

- Amendments to IFRS 9 Financial Instruments, Classification and Measurement of Financial Instruments
- Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates, Lack of Exchangeability
- IFRS 18 Presentation and Disclosure in Financial Statements
- IFRS 19 Subsidiaries without Public Accountability

The results of the Company are included in the consolidated financial statements of the ultimate parent company, Virmati Energy Ltd which are publicly available and may be obtained from its registered office at Forc Montacute Yards, Shoreditch High St, London, E1 6HU.

1.2 Going concern

The financial statements have been prepared on a going concern basis, which the directors consider appropriate, given net current assets of £1.6m as at 31 March 2024, despite a loss of £201k for the year then ended.

The directors have prepared cash flow forecasts for a period of at least 12 months from the date of approval of these financial statements which indicate that, taking account of reasonably possible downsides, the company will have sufficient funds, through funding from its ultimate parent company, Virmati Energy Ltd, to meet its liabilities as they fall due for that period.

Those forecasts are dependent on Virmati Energy Ltd not seeking repayment of the amounts currently due to the group, which at 31 March 2024 amounted to £12m, and providing additional financial support during that period. Virmati Energy Ltd has indicated its intention to continue to make available such funds as are needed by the company, and that it does not intend to seek repayment of the amounts due at the balance sheet date, for the period covered by the forecasts.

As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so. Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

Field Auchteraw Ltd

Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

1 Accounting policies

(Continued)

1.3 Property, plant and equipment

Property, plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment loss. Cost includes expenditure that is directly attributable to the acquisition and construction in the location and condition necessary for it to be capable of operating in the manner intended by management. Costs include site preparation, planning, battery energy storage system (BESS), grid connection, civil engineering, cabling, professional fees, direct labour, cost of materials and other directly attributable costs such as borrowing costs.

Right-of-use asset land and buildings over the lease term

Assets under construction are not depreciated until they are ready for use.

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 recognised in the income statement.

1.4 Impairment of non-current assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.5 Cash and cash equivalents

Cash and cash equivalents 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.

Field Auchteraw Ltd

Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

1 Accounting policies

(Continued)

1.6 Financial Instruments

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Financial assets measured at amortised cost

Financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised costs using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivables within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Financial liabilities measured at amortised cost

Financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.7 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) 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. The amount recognised as a provision is the best estimation of the considerations required to settle the present obligation at the reporting date, considering the risks and uncertainties surrounding the obligation.

A provision is recognised when there is a legal obligation to decommission the asset. The provision is an estimation of the future costs, discounted over the life of the contractual obligation and is calculated using an estimation of costs related to the removal of the installed plant and site restoration. The provision is recognised during the construction of the asset, when construction is substantially complete and the amount can be estimated reliably.

1.8 Leases

At inception, the company assesses whether a contract is, or contains, a lease within the scope of IFRS 16. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Where a tangible asset is acquired through a lease, the company recognises a right-of-use asset and a lease liability at the lease commencement date. Right-of-use assets are included within property, plant and equipment, apart from those that meet the definition of investment property.

Field Auchteraw Ltd

Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

1 Accounting policies

(Continued)

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs and an estimate of the cost of obligations to dismantle, remove, refurbish or restore the underlying asset and the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of other property, plant and equipment. The right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are unpaid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the company's incremental borrowing rate. Lease payments included in the measurement of the lease liability comprise fixed payments, variable lease payments that depend on an index or a rate, amounts expected to be payable under a residual value guarantee, and the cost of any options that the company is reasonably certain to exercise, such as the exercise price under a purchase option, lease payments in an optional renewal period, or penalties for early termination of a lease.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in: future lease payments arising from a change in an index or rate; the company's estimate of the amount expected to be payable under a residual value guarantee; or the company's assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of machinery that have a lease term of 12 months or less, or for leases of low-value assets including IT equipment. The payments associated with these leases are recognised in profit or loss on a straight-line basis over the lease term.

2 Critical accounting estimates and judgements

In the application of the Company's accounting policies the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3 Employees

The Company had no employees during the year (2023: nil) except for the directors. No remuneration was paid or is payable by the company (2023: nil). The Directors are employed by other companies in the group and consider their duties to this company incidental to their other activities within the group. As a result, no qualifying services have been performed in either year.

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Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

4 Property, plant and equipment

	Right-of-use asset land and buildings	Assets under construction	Total
	£'000	£'000	£'000
Cost			
At 1 April 2023	-	1,104	1,104
Additions	1,945	8,280	10,225
At 31 March 2024	1,945	9,384	11,329
Accumulated depreciation and impairment			
At 1 April 2023	-	-	-
Charge for the year	29	-	29
At 31 March 2024	29	-	29
Carrying amount analysed between owned assets and right-of-use assets			
At 31 March 2024			
Owned assets	-	9,384	9,384
Right-of-use assets	1,916	-	1,916
	1,916	9,384	11,300
At 31 March 2023			
Owned assets	-	1,104	1,104
Right-of-use assets	-	-	-
	-	1,104	1,104

5 Trade and other receivables

	Current		Non-current	
	2024	2023	2024	2023
	£'000	£'000	£'000	£'000
VAT recoverable	1,343	5	-	-
Other receivables	34	-	593	651
Prepayments	462	406	-	-
	1,839	411	593	651

Field Auchteraw Ltd

Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

6 Liabilities

	Notes	Current		Non-current	
		2024 £'000	2023 £'000	2024 £'000	2023 £'000
Amounts due to group undertakings		-	-	11,977	1,790
Trade and other payables	7	255	438	-	-
Lease liabilities	8	20	-	1,625	-
		<u>275</u>	<u>438</u>	<u>13,602</u>	<u>1,790</u>
		<u><u>275</u></u>	<u><u>438</u></u>	<u><u>13,602</u></u>	<u><u>1,790</u></u>

7 Trade and other payables

	2024 £'000	2023 £'000
Trade payables	-	430
Accruals	255	8
	<u>255</u>	<u>438</u>
	<u><u>255</u></u>	<u><u>438</u></u>

8 Lease liabilities

	2024 £'000	2023 £'000
Maturity analysis		
Within one year	107	-
In two to five years	500	-
In over five years	3,326	-
	<u>3,933</u>	<u>-</u>
Total undiscounted liabilities	3,933	-
Future finance charges and other adjustments	(2,288)	-
	<u>1,645</u>	<u>-</u>
Lease liabilities in the financial statements	<u><u>1,645</u></u>	<u><u>-</u></u>

Lease liabilities are classified based on the amounts that are expected to be settled within the next 12 months and after more than 12 months from the reporting date, as follows:

	2024 £'000	2023 £'000
Current liabilities	20	-
Non-current liabilities	1,625	-
	<u>1,645</u>	<u>-</u>
	<u><u>1,645</u></u>	<u><u>-</u></u>

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Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

8 Lease liabilities		(Continued)	
		2024	2023
		£'000	£'000
Amounts recognised in profit or loss include the following:			
Interest on lease liabilities		63	-
		<u> </u>	<u> </u>
9 Provisions for liabilities		2024	2023
		£'000	£'000
Decommissioning provision		146	-
		<u> </u>	<u> </u>
Movements on provisions:			
		£'000	
Additional provisions in the year		146	
		<u> </u>	
10 Share capital			
	2024	2023	
	Number	Number	
Ordinary share capital			2024
Issued and fully paid			£
A Ordinary shares of £1 each	1	1	1
	<u> </u>	<u> </u>	<u> </u>

11 Capital commitments

At 31 March 2024 the Company had capital commitments outstanding of £26.8m (2023: nil).

12 Related party transactions

Transactions with commonly owned entities are not disclosed as the Company has taken advantage of the exemption from the requirement in IAS 24 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group. All parties involved were commonly, wholly owned entities. There were no other material related party transactions.

Field Auchteraw Ltd

Notes to the Financial Statements (Continued)

For the year ended 31 March 2024

13 Controlling party

The immediate parent undertaking is V.E Series B Borrower Ltd (Registered number: 13918493) and ultimate parent undertaking is Virmati Energy Ltd (Registered number:13095982), a company incorporated in the United Kingdom. Virmati Energy Limited is the parent undertaking of the smallest and largest group to consolidate this Company's financial statements. Copies of Virmati Energy Ltd's consolidated financial statements can be obtained from Fora Montacute Yards, Shoreditch High St, London, E1 6HU.

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