

**BRIGHTON ENERGY LIMITED  
DIRECTORS' REPORT AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2017**

Craker Business Solutions LTD

Chartered Accountants

3 Rose Cottages  
Lewes Road  
Danehill

**Brighton Energy Limited**  
**Directors' Report and Unaudited Financial Statements**  
**For The Year Ended 31 March 2017**

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**Brighton Energy Limited**  
**Company Information**  
**For The Year Ended 31 March 2017**

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**Directors**

Mr W Cottrell  
Ms S Paskins  
Mr T Walker  
Mr D Tow  
Mr P Davies

**Company Number**

31107R

**Registered Office**

Flat 7  
47 Montpelier Road  
Brighton  
East Sussex  
BN1 3BA

**Accountants**

Craker Business Solutions LTD  
Chartered Accountants  
3 Rose Cottages  
Lewes Road  
Danehill  
West Sussex  
RH17 7ET

**Brighton Energy Limited**  
**Company No. 31107R**  
**Directors' Report For The Year Ended 31 March 2017**

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The directors present their report and the financial statements for the year ended 31 March 2017.

**Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Co-operative and Community Benefit Societies Act 2014 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 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 the 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 Co-operative and Community Benefit Societies Act 2014. 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 held office during the year were as follows:

Mr J Smith	RESIGNED	11/10/2016
Mr W Cottrell		
Ms S Paskins		
Mr T Walker		
Mr D Tow		

Under the Brighton Energy Limited's rules, each year one third of the directors stand down, or the nearest to one third. Directors who wish to then stand again are voted in at the AGM.

Total remuneration in the form of Salary to Directors for the year was nil (2016: nil). See related party note for details of payments made to Directors.

**Small Company Rules**

This report has been prepared in accordance with Co-operative and Community Benefit Societies Act 2014 including special provisions relating to small companies with respect to accounting records and the preparation of accounts.

On behalf of the board

*Damian Tow*

Damian Tow (Sep 22, 2017)

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Mr D Tow

22 September 2017

**Brighton Energy Limited**  
**Accountant's Report**  
**For The Year Ended 31 March 2017**

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**Chartered Accountant's report to the directors on the preparation of the unaudited statutory accounts of Brighton Energy Limited For The Year Ended 31 March 2017**

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, I have prepared for your approval the accounts of Brighton Energy Limited For The Year Ended 31 March 2017 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and from information and explanations you have given to us.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to the directors of Brighton Energy Limited, as a body, in accordance with the terms of our engagement letter dated 18 September 2012. Our work has been undertaken solely to prepare for your approval the accounts of Brighton Energy Limited and state those matters that we have agreed to state to the directors of Brighton Energy Limited, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Brighton Energy Limited and its directors, as a body, for our work or for this report.

It is your duty to ensure that Brighton Energy Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit or loss of Brighton Energy Limited. You consider that Brighton Energy Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the accounts of Brighton Energy Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

*Craker Business Solutions LTD*

Craker Business Solutions LTD (Sep 22, 2017)

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22 September 2017  
Craker Business Solutions LTD  
Chartered Accountants  
3 Rose Cottages  
Lewes Road  
Danehill  
West Sussex  
RH17 7ET

**Brighton Energy Limited**  
**Profit and Loss Account**  
**For The Year Ended 31 March 2017**

	Notes	2017 £	2016 £
<b>TURNOVER</b>		<b>137,204</b>	<b>89,569</b>
Cost of sales		(10,451 )	(2,656 )
<b>GROSS PROFIT</b>		<b>126,753</b>	<b>86,913</b>
Administrative expenses		(87,192 )	(54,265 )
Other operating income		160	764
<b>OPERATING PROFIT</b>	<b>2</b>	<b>39,721</b>	<b>33,412</b>
Other interest receivable and similar income		204	198
Interest payable and similar charges	<b>4</b>	(34,160 )	(31,810 )
<b>PROFIT BEFORE TAXATION</b>		<b>5,765</b>	<b>1,800</b>
Tax on profit	<b>5</b>	(3,450 )	11
<b>PROFIT AFTER TAXATION BEING PROFIT FOR THE FINANCIAL YEAR</b>		<b>2,315</b>	<b>1,811</b>

The notes on pages 8 to 14 form part of these financial statements.

**Brighton Energy Limited**  
**Balance Sheet**  
**As at 31 March 2017**

	Notes	2017		2016	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	6		1,351,551		934,982
			<u>1,351,551</u>		<u>934,982</u>
<b>CURRENT ASSETS</b>					
Debtors	7	56,111		19,036	
Cash at bank and in hand		129,446		353,029	
			<u>185,557</u>		<u>372,065</u>
<b>Creditors: Amounts Falling Due Within One Year</b>	<b>8</b>		<u>(23,680 )</u>		<u>(5,473 )</u>
<b>NET CURRENT ASSETS (LIABILITIES)</b>			<u>161,877</u>		<u>366,592</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,513,428</u>		<u>1,301,574</u>
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred Taxation	9		(23,467 )		(20,017 )
<b>NET ASSETS</b>			<u>1,489,961</u>		<u>1,281,557</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		1,461,801		1,253,901
Other reserves			(9,477 )		(7,666 )
Profit and loss account			37,637		35,322
<b>SHAREHOLDERS' FUNDS</b>			<u>1,489,961</u>		<u>1,281,557</u>

**Brighton Energy Limited**  
**Balance Sheet (continued)**  
**As at 31 March 2017**

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The directors are satisfied that Brighton Energy Limited is entitled to exemption from the requirement to obtain an audit in accordance with the Co-operative and Community Benefit Societies Act 2014 section 84 (1).

**Directors' responsibilities:**

- The members have not required Brighton Energy Limited to obtain an audit in accordance with the Co-operative and Community Benefit Societies Act 2014 section 84 (2).
- The directors acknowledge their responsibilities for complying with the requirements of the Co-operative and Communities Benefit Act 2014 with respect to accounting records and the preparation of accounts.
- These accounts have been prepared in accordance with the provisions applicable to small organisations applying Financial Reporting Standard 102 including Section 1A Small Entities.

On behalf of the board

*T Walker*  
T Walker (Sep 22, 2017)

*Damian Tow*  
Damian Tow (Sep 22, 2017)

*Sue Paskins*  
Sue Paskins (Sep 22, 2017)

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**Mr D Tow**

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**Mr T Walker**

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**Ms S Paskins**

**22 September 2017**

**Brighton Energy Limited**  
**Statement of Changes in Equity**  
**For The Year Ended 31 March 2017**

	<b>Share Capital</b>	<b>Other reserves</b>	<b>Profit &amp; Loss Account</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
As at 1 April 2015	1,253,901	(7,666 )	33,511	1,279,746
Profit for the year and total comprehensive income	-	-	1,811	1,811
As at 31 March 2016 and 1 April 2016	1,253,901	(7,666 )	35,322	1,281,557
Profit for the year and total comprehensive income	-	-	2,315	2,315
Arising on shares issued during the period	216,300	-	-	216,300
Purchase of own shares	(8,400 )	-	-	(8,400)
Movements in other reserves	-	(1,811)	-	(1,811)
As at 31 March 2017	1,461,801	(9,477 )	37,637	1,489,961

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts**  
**For The Year Ended 31 March 2017**

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## **1. Accounting Policies**

### **1.1. Basis of Preparation of Financial Statements**

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

### **1.2. Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

Specifically turnover comprises revenue from electricity generation and related renewable credits (e.g. Feed in Tariff payments). Turnover is recognised on an accrual basis, with revenue recognised when power is generated.

### **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 the fixed assets, less their estimated residual value, over their expected useful lives on the bases below:

Plant and Machinery: 20 or 25 years reducing balance depending on term of lease

Computer Equipment: 33% straight line

The Directors performed an analysis in relation to component accounting for Inverters. They concluded the impact was not material on the accounts, therefore Inverters are depreciated in line with the depreciation of the solar photovoltaic system.

Assets Under Construction represent directly attributable costs incurred in order to install solar photovoltaic systems. Assets Under Construction are not depreciated until the asset is brought into use at which point they are moved to Plant and Machinery and then depreciated.

### **1.4. Deferred Taxation**

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in periods in which the timing differences reverse, based on tax rates and the law enacted or substantively enacted at the balance sheet date.

### **1.5. Government grant**

FRS 102 provides two models for recognising grant income, either:

- the performance model, which requires an entity to recognise grant income in line with the entity's performance of the grant conditions, or
- the accruals model, which requires the grant income to be matched against the related costs for which the grant is intended to compensate.

Grants for early stage feasibility and development work are recognised under the performance model.

All other classes of grant are recognised under the accruals mode.

The Directors consider the model to be applied for any new classes of grants.

### **1.6. Share Issue Costs**

Share Issue Costs are taken to Other Reserves within equity where they are directly attributable and incremental to the share issue.

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

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**2. Operating Profit**

The operating profit is stated after charging:

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Research and Development Costs	3,826	-
Depreciation of tangible fixed assets	49,350	30,058
	<u>          </u>	<u>          </u>

**3. Average number of employees**

Average number of employees, including directors, during the year was as follows:

	<b>2017</b>	<b>2016</b>
Office and administration	5	-
	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>

**4. Interest Payable**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	427	-
Other finance charges	33,733	31,810
	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

**5. Tax on Profit on Ordinary Activities**

	Tax Rate		2017	2016
	2017	2016	£	£
UK Corporation Tax	20%	20%	-	-
<b>Total Current Tax Charge</b>			-	-
Deferred Taxation			3,450	(11 )
			<b>3,450</b>	<b>(11 )</b>
			<b>2017</b>	<b>2016</b>
			<b>£</b>	<b>£</b>
<b>Profit on ordinary activities before tax</b>			<b>5,765</b>	<b>1,800</b>
<b>Breakdown of Tax Charge is:</b>				
Tax on profit at 20% (UK standard rate)			1,153	-
Goodwill/depreciation not allowed for tax			9,870	-
Expenses not deductible for tax purposes			2,189	-
Tax losses			88	-
<b>minus the following:</b>				
Capital allowances in excess of depreciation			13,300	-
Short term timing differences			(3,450 )	-
Current tax charge for the period			3,450	-

**6. Tangible Assets**

	Plant & Machinery	Assets Under Construction	Computer Equipment	Total
	£	£	£	£
<b>Cost</b>				
As at 1 April 2016	1,004,804	1,562	390	1,006,756
Additions	462,035	465,919	-	927,954
Disposals	-	(462,035 )	-	(462,035 )
As at 31 March 2017	1,466,839	5,446	390	1,472,675
<b>Depreciation</b>				
As at 1 April 2016	71,460	-	314	71,774
Provided during the period	49,274	-	76	49,350
As at 31 March 2017	120,734	-	390	121,124
<b>Net Book Value</b>				
As at 31 March 2017	1,346,105	5,446	-	1,351,551
As at 1 April 2016	933,344	1,562	76	934,982

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

**7. Debtors**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	2,673	-
Prepayments and accrued income	53,176	19,036
VAT	262	-
	<b>56,111</b>	<b>19,036</b>
	<b>56,111</b>	<b>19,036</b>

**8. Creditors: Amounts Falling Due Within One Year**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
VAT	-	296
Other creditors	12,904	(96 )
Accruals and deferred income	10,607	5,104
Directors' loan accounts	169	169
	<b>23,680</b>	<b>5,473</b>
	<b>23,680</b>	<b>5,473</b>

**9. Deferred Taxation**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
As at 1 April 2016	20,017	20,028
Deferred taxation	3,450	(11 )
	23,467	20,017
	23,467	20,017

The provision for deferred taxation is made up of accelerated capital allowances

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

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**10. Share Capital**

	<b>Value</b>	<b>Number</b>	<b>2017</b>	<b>2016</b>
	<b>£</b>		<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>				
Ordinary shares	1.000	1461801	1,461,801	1,253,901

	<b>Nominal value</b>	<b>Number</b>	<b>Amount</b>
	<b>£</b>		<b>£</b>
<b>Shares issued during the period:</b>			
Ordinary shares	1.000	216300	216,300

	<b>Nominal value</b>	<b>Number</b>	<b>Amount</b>
	<b>£</b>		<b>£</b>
<b>Shares disposed during the period:</b>			
Ordinary shares	1.000	8400	(8,400)

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

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**11. Related Party Transactions**

**Mr W Cottrell**

Director

Mr W Cottrell received £18,488 (2016: £18,263) as a subcontractor to Brighton Energy Limited for performing project development and administrative services. As a subcontractor he was owed £2,370 (2016: nil) at year end. At year end he was owed £152 (2016: £152) for business expenses he incurred personally. Mr W Cottrell holds 400 shares (2016: 400).

**Mr D Tow**

Director

Mr D Tow received £28,522 (2016: £20,876) as a subcontractor to Brighton Energy Limited for performing project development and administrative services. As a subcontractor he was owed £2,019 (2016: £1,300) at year end. At year end he was owed a further £17 (2016: £17) for business expenses he incurred personally. Mr D Tow holds 400 shares (2016: 400).

**Ms S Paskins**

Director

Ms S Paskins holds 45,000 shares (2016: 25,000). Ms S Paskins lent the company during the year £60,000, the loan was repaid within 2 months. The loan was charged at an interest rate of 5% per annum, resulting in an interest payment for £427 being paid to Ms S Paskins within the year.

**Mr T Walker**

Director

Mr T Walker holds 4,000 shares at year end (2016: 4,000)

**Mr P Davies**

Director

Mr P Davies holds 2,000 shares at year end.

**12. Controlling Party Not Known**

There is no ultimate controlling party. Although members may own a significant portion of the share capital, each shareholder has only one vote.

**Brighton Energy Limited**  
**Notes to the Unaudited Accounts (continued)**  
**For The Year Ended 31 March 2017**

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**13. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS102 at 1 April 2015. This has affected the previously reported financial performance as follows:

**1 April 2015**

Reconciliation of Equity

Capital and Reserves (as previously stated) £700,520  
Deferred Income £3,326  
Capital and Reserves FRS 102 £703,846

**31 March 2016**

Reconciliation of Equity

Capital and Reserves (as previously stated) £1,270,610  
Deferred Income £10,947  
Capital and Reserves FRS 102 £1,281,557

Reconciliation of Profit for the year

Loss (as previously stated) £5,810  
Turnover £7,621  
Profit as per FRS 102 £1,811

Previous to FRS 102 Grant Income was recognised on an Accruals basis to match the income to the expense in the Profit and Loss. FRS 102 allows a choice to apply the Performance model to a class of grant income as per the Accounting Policies note, therefore grants were recalculated using the Performance model which lead to a release of deferred income.

**14. General Information**

Brighton Energy Limited Registered number 31107R is a community benefit society incorporated in England & Wales. The Registered Office is Flat 7, 47 Montpellier Road, Brighton, East Sussex, BN1 3BA.