

Registration number: IP032116

Wiltshire Wildlife Community Energy Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2018

Alanbrookes Limited
Chartered Accountants
Hyde Lodge
Hyde
Nr Chalford
Stroud
Gloucestershire
GL6 8NZ

Wiltshire Wildlife Community Energy Limited

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Wiltshire Wildlife Community Energy Limited

Society Information

Directors L C S Bennett
D M Lewin
R Gillies
J Watson
P Granger
R Kapp

Company secretary Mongoose Energy Limited

Registered office Overmoor Farm
Neston
Corsham
Wiltshire
SN13 9TZ

Auditors Alanbrookes Limited
Chartered Accountants
Hyde Lodge
Hyde
Nr Chalford
Stroud
Gloucestershire
GL6 8NZ

Wiltshire Wildlife Community Energy Limited

Directors' Report for the Year Ended 31 March 2018

The directors present their report and the for the year ended 31 March 2018.

Directors of the group

The directors who held office during the year were as follows:

L C S Bennett

E L Chapman (resigned 9 June 2017)

D M Lewin

D Hauser (resigned 16 October 2017)

R Gillies

J Watson

P Granger (appointed 13 September 2017)

R Kapp (appointed 13 September 2017)

Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the society's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Approved by the Board on 24 September 2018 and signed on its behalf by:

.....
L C S Bennett
Director

Wiltshire Wildlife Community Energy Limited

Directors' Report for the Year Ended 31 March 2018

Board Report for the Year Ended 31 March 2018

Principle Activities

This was the second full year of operation of our combined portfolio of solar arrays. During the year, our separate Community Fund Sub Group, which is managed at Wiltshire Wildlife Trust, distributed £20,000 to encourage and support local communities and voluntary groups to take initiatives in wildlife conservation, climate change mitigation, reduction in carbon, the alleviation of fuel poverty and the promotion of environmental sustainability.

WWCE Finances

During the financial year ended 31 March 2018, the consolidated group revenue was £678,689 (2017: £621,091), an increase of more than 9%.

Direct costs have increased from £5,805 to £24,826 but remain relatively insignificant. As expected, depreciation has remained stable at £291,729 (2017: £289,044) following the completion of capital expenditure prior to 2016-17. Administrative expenses of £215,934 (2017: £229,443) are lower than the previous year with overheads reducing overall.

Interest charges across the group at £461,813 (2017: £119,887) have increased substantially, largely due to an interest payment of £292,141 being made to members in the period whereas no such payment was made last year. The full effect of the Braydon Manor refinancing was also reflected in this year's figures.

The interest payments increased the loss for the year from £22,308 last year to £314,036 this year. As the projects mature and capital repayments are made, the interest charges to finance lenders will decrease and the group should be in the position of having more funds available to be re-invested into the community in due course, in addition to continuing to pay interest on members' shares.

Balance sheet items

Due to the loss of £314,036 in the financial year ended 31 March 2018, total funds attributable to members of the society is £3,748,122 (2017: £4,062,158). The group continues to maintain adequate cash levels for its operations.

Land Management

One of the core objectives of WWCE is to advance, promote and further the conservation, maintenance and long-term protection of wildlife and its habitat. The Land Management Group now oversees the activity at the Chelworth and Braydon Manor sites. We must deliver against our planning obligations and realise the potential of our current, and any future, sites to protect wildlife and biodiversity. The group has representation from WWCE, the Wiltshire Wildlife Trust (WWT) and our asset management provider Mongoose. We are now in the process of consolidating plans for both sites. We need to ensure we have an adequate budget going forward with a linked monitoring programme.

Ecological reports and observations suggest that biodiversity continues to increase on both sites. At Chelworth the pond is establishing well with wildlife moving in. Brown hares and roe deer have been spotted at Chelworth and at Braydon Manor. At Chelworth sheep grazing will continue again this year. We have installed bird boxes (including a barn owl box) and bat boxes at appropriate sites in Braydon Manor, just as we have previously in Chelworth.

Wiltshire Wildlife Community Energy Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

The 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 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 society and of the profit or loss of the society for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society 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 society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Wiltshire Wildlife Community Energy Limited

Independent Auditor's Report to the Members of Wiltshire Wildlife Community Energy Limited

Opinion

We have audited the financial statements of Wiltshire Wildlife Community Energy Limited (the 'parent society') and its subsidiaries (the 'group') for the year ended 31 March 2018, which comprise the Consolidated Profit and Loss Account, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the society's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society'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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent society's affairs as at 31 March 2018 and of the group's 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 Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent society's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Wiltshire Wildlife Community Energy Limited

Independent Auditor's Report to the Members of Wiltshire Wildlife Community Energy Limited

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Co-operative and Community Benefit Societies Act 2014

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the parent society and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent society, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent society 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 4], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Wiltshire Wildlife Community Energy Limited

Independent Auditor's Report to the Members of Wiltshire Wildlife Community Energy Limited

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

.....
Mr A S Fisher (Senior Statutory Auditor)
For and on behalf of Alanbrookes Limited, Statutory Auditor

Hyde Lodge
Hyde
Nr Chalford
Stroud
Gloucestershire
GL6 8NZ

24 September 2018

Wiltshire Wildlife Community Energy Limited

Consolidated Profit and Loss Account for the Year Ended 31 March 2018

| | Note | Total 31 March 2018 £ | Total 31 March 2017 £ |
|--|------|--------------------------------|--------------------------------|
| Turnover | 3 | 679,689 | 621,091 |
| Cost of sales | | <u>(24,826)</u> | <u>(5,805)</u> |
| Gross profit | | 654,863 | 615,286 |
| Depreciation | | (291,729) | (289,044) |
| Administrative expenses | | <u>(215,934)</u> | <u>(229,443)</u> |
| Operating profit | 4 | <u>147,200</u> | <u>96,799</u> |
| Other interest receivable and similar income | 5 | 577 | 780 |
| Interest payable and similar expenses | 6 | <u>(461,813)</u> | <u>(119,887)</u> |
| | | <u>(461,236)</u> | <u>(119,107)</u> |
| Loss before tax | | <u>(314,036)</u> | <u>(22,308)</u> |
| Loss for the financial year | | <u><u>(314,036)</u></u> | <u><u>(22,308)</u></u> |
| Profit/(loss) attributable to: | | | |
| Members of the society | | <u><u>(314,036)</u></u> | <u><u>(22,308)</u></u> |

The group has no recognised gains or losses for the year other than the results above.

Wiltshire Wildlife Community Energy Limited
(Registration number: IP032116)
Consolidated Balance Sheet as at 31 March 2018

| | Note | 2018 £ | 2017 £ |
|--|------|--------------------|--------------------|
| Fixed assets | | | |
| Tangible assets | 7 | 6,703,293 | 6,985,852 |
| Current assets | | | |
| Stocks | 9 | - | 3,118 |
| Debtors | 10 | 150,108 | 170,711 |
| Cash at bank and in hand | | <u>285,443</u> | <u>321,599</u> |
| | | 435,551 | 495,428 |
| Creditors: Amounts falling due within one year | 11 | <u>(264,109)</u> | <u>(405,023)</u> |
| Net current assets | | <u>171,442</u> | <u>90,405</u> |
| Total assets less current liabilities | | 6,874,735 | 7,076,257 |
| Creditors: Amounts falling due after more than one year | 11 | <u>(3,126,613)</u> | <u>(3,014,099)</u> |
| Net assets | | <u>3,748,122</u> | <u>4,062,158</u> |
| Capital and reserves | | | |
| Called up share capital | 12 | 4,251,951 | 4,251,951 |
| Profit and loss account | | <u>(503,829)</u> | <u>(189,793)</u> |
| Funds attributable to members of the society | | <u>3,748,122</u> | <u>4,062,158</u> |
| Total funds | | <u>3,748,122</u> | <u>4,062,158</u> |

Approved and authorised by the Board on 24 September 2018 and signed on its behalf by:

.....

L C S Bennett
Director

Wiltshire Wildlife Community Energy Limited

(Registration number: IP032116) Balance Sheet as at 31 March 2018

| | Note | 2018 £ | 2017 £ |
|---|------|------------------|------------------|
| Fixed assets | | | |
| Investments | 8 | 2,913,803 | 2,913,803 |
| Current assets | | | |
| Debtors | 10 | 1,330,687 | 1,592,567 |
| Cash at bank and in hand | | <u>12,776</u> | <u>6,195</u> |
| | | 1,343,463 | 1,598,762 |
| Creditors: Amounts falling due within one year | 11 | <u>(303,839)</u> | <u>(287,254)</u> |
| Net current assets | | <u>1,039,624</u> | <u>1,311,508</u> |
| Net assets | | <u>3,953,427</u> | <u>4,225,311</u> |
| Capital and reserves | | | |
| Called up share capital | | 4,251,951 | 4,251,951 |
| Profit and loss account | | <u>(298,524)</u> | <u>(26,640)</u> |
| Total funds | | <u>3,953,427</u> | <u>4,225,311</u> |

The company made a loss after tax for the financial year of £271,884 (2017 - profit of £10,912).

Approved and authorised by the Board on 24 September 2018 and signed on its behalf by:

.....
L C S Bennett
Director

Wiltshire Wildlife Community Energy Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 March 2018
Equity attributable to the parent society

| | Share capital £ | Profit and loss account £ | Total £ | Total equity £ |
|----------------------------|----------------------------|--|--------------------|---------------------------|
| At 1 April 2017 | 4,251,951 | (189,793) | 4,062,158 | 4,062,158 |
| Loss for the year | - | (314,036) | (314,036) | (314,036) |
| Total comprehensive income | - | (314,036) | (314,036) | (314,036) |
| At 31 March 2018 | 4,251,951 | (503,829) | 3,748,122 | 3,748,122 |

| | Share capital £ | Profit and loss account £ | Total £ | Total equity £ |
|----------------------------|----------------------------|--|--------------------|---------------------------|
| At 1 April 2016 | 4,251,951 | (167,485) | 4,084,466 | 4,084,466 |
| Loss for the year | - | (22,308) | (22,308) | (22,308) |
| Total comprehensive income | - | (22,308) | (22,308) | (22,308) |
| At 31 March 2017 | 4,251,951 | (189,793) | 4,062,158 | 4,062,158 |

The notes on pages 13 to 20 form an integral part of these financial statements.

Wiltshire Wildlife Community Energy Limited

Statement of Changes in Equity for the Year Ended 31 March 2018

| | Share capital £ | Profit and loss account £ | Total £ |
|----------------------------|----------------------------|--|--------------------|
| At 1 April 2017 | 4,251,951 | (26,640) | 4,225,311 |
| Loss for the year | - | (271,884) | (271,884) |
| Total comprehensive income | - | (271,884) | (271,884) |
| At 31 March 2018 | <u>4,251,951</u> | <u>(298,524)</u> | <u>3,953,427</u> |

| | Share capital £ | Profit and loss account £ | Total £ |
|----------------------------|----------------------------|--|--------------------|
| At 1 April 2016 | 4,251,951 | (37,552) | 4,214,399 |
| Profit for the year | - | 10,912 | 10,912 |
| Total comprehensive income | - | 10,912 | 10,912 |
| At 31 March 2017 | <u>4,251,951</u> | <u>(26,640)</u> | <u>4,225,311</u> |

The notes on pages 13 to 20 form an integral part of these financial statements.

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

1 General information

The company is a private company limited by share capital incorporated in England and Wales, and is constituted as a community benefit society under the Co-operative and Community Benefit Societies Act 2014.

The address of its registered office is:

Overmoor Farm

Neston

Corsham

Wiltshire

SN13 9TZ

These financial statements were authorised for issue by the Board on 24 September 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in sterling which is the functional currency of the group and rounded to the nearest pound.

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the society and its subsidiary undertakings drawn up to 31 March 2018.

A subsidiary is an entity controlled by the society. Control is achieved where the society has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the society and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of electricity and provision of services in the ordinary course of the society's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The society recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the society's activities.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

| Asset class | Depreciation method and rate |
|---------------------|--|
| Solar installations | 25 years straight line to residual value |

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for electricity sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the society will not be able to collect all amounts due according to the original terms of the receivables.

Inventories

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the society does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the society has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

| | 2018 | 2017 |
|---------------------------|----------------|----------------|
| | £ | £ |
| Generation of electricity | <u>679,689</u> | <u>621,091</u> |

4 Operating profit

Arrived at after charging/(crediting)

| | 2018 | 2017 |
|----------------------|----------------|----------------|
| | £ | £ |
| Depreciation expense | <u>291,729</u> | <u>289,044</u> |

5 Other interest receivable and similar income

| | 2018 | 2017 |
|----------------------------------|-------------|-------------|
| | £ | £ |
| Interest income on bank deposits | <u>577</u> | <u>780</u> |

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

6 Interest payable and similar expenses

| | 2018 | 2017 |
|---|-------------|-------------|
| | £ | £ |
| Interest on bank overdrafts and borrowings | 169,672 | 112,869 |
| Interest expense on other financial instruments | 292,141 | 7,018 |
| | 461,813 | 119,887 |

Interest expense on other financial instruments includes £288,279 paid or payable on members' shares (2017 -£nil).

7 Tangible assets

Group

| | Solar installations | Total |
|--------------------------|--------------------------------|--------------|
| | £ | £ |
| Cost or valuation | | |
| At 1 April 2017 | 7,437,363 | 7,437,363 |
| Additions | 9,170 | 9,170 |
| At 31 March 2018 | 7,446,533 | 7,446,533 |
| Depreciation | | |
| At 1 April 2017 | 451,511 | 451,511 |
| Charge for the year | 291,729 | 291,729 |
| At 31 March 2018 | 743,240 | 743,240 |
| Carrying amount | | |
| At 31 March 2018 | 6,703,293 | 6,703,293 |

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

8 Investments

Company

| | 2018 £ | 2017 £ |
|-----------------------------|-----------|-----------|
| Investments in subsidiaries | 2,913,803 | 2,913,803 |
| Subsidiaries | | £ |
| Cost or valuation | | |
| At 1 April 2017 | | 2,913,803 |
| Provision | | |
| Carrying amount | | |
| At 31 March 2018 | | 2,913,803 |
| At 31 March 2017 | | 2,913,803 |

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

| Undertaking | Registered office | Holding | Proportion of voting rights and shares held | |
|---|-------------------|----------|---|------|
| | | | 2018 | 2017 |
| Subsidiary undertakings | | | | |
| Wiltshire Wildlife Community Solar limited | England and Wales | Ordinary | 100% | 100% |
| Chelworth Community Solar Limited | England and Wales | Ordinary | 100% | 100% |
| Braydon Manor Community Solar CIC | England and Wales | Ordinary | 100% | 100% |

The principal activity of Wiltshire Wildlife Community Solar limited is generation of solar electricity

The principal activity of Chelworth Community Solar Limited is generation of solar electricity

The principal activity of Braydon Manor Community Solar CIC is generation of solar electricity

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

9 Stocks

| | Group | | Company | |
|------------------|-----------|-----------|-----------|-----------|
| | 2018 £ | 2017 £ | 2018 £ | 2017 £ |
| Work in progress | - | 3,118 | - | - |

10 Debtors

| | Note | Group | | Company | |
|--|------|----------------|----------------|------------------|------------------|
| | | 2018 £ | 2017 £ | 2018 £ | 2017 £ |
| Trade debtors | | - | 3,673 | - | - |
| Amounts owed by related parties | | - | - | 1,329,471 | 1,563,443 |
| Other debtors | | 20,594 | 44,380 | 26 | - |
| Prepayments | | 111,631 | 77,092 | 1,190 | - |
| Accrued income | | 17,883 | 45,566 | - | 29,124 |
| Total current trade and other debtors | | <u>150,108</u> | <u>170,711</u> | <u>1,330,687</u> | <u>1,592,567</u> |

11 Creditors

| | Note | Group | | Company | |
|---|------|------------------|------------------|----------------|----------------|
| | | 2018 £ | 2017 £ | 2018 £ | 2017 £ |
| Due within one year | | | | | |
| Loans and borrowings | 13 | 119,741 | 85,032 | - | - |
| Trade creditors | | 64,310 | 110,499 | 448 | 10,778 |
| Amounts due to related parties | | - | - | 294,510 | 137,957 |
| Social security and other taxes | | - | 2,823 | - | 2,639 |
| Other payables | | 17,175 | 137,527 | 3,581 | 125,980 |
| Accrued expenses | | 62,883 | 69,142 | 5,300 | 9,900 |
| | | <u>264,109</u> | <u>405,023</u> | <u>303,839</u> | <u>287,254</u> |
| Due after one year | | | | | |
| Loans and borrowings | 13 | 3,081,785 | 2,954,968 | - | - |
| Other non-current financial liabilities | | 44,828 | 59,131 | - | - |
| | | <u>3,126,613</u> | <u>3,014,099</u> | <u>-</u> | <u>-</u> |

12 Share capital

The share capital comprises 4,251,951 £1 ordinary shares. There were no changes during the period. At the discretion of the directors, shares may be withdrawn by members after the expiry of three years from subscription and upon giving three months notice to the society.

Wiltshire Wildlife Community Energy Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

13 Loans and borrowings

| | Group | | Company | |
|---|------------------|------------------|-----------|-----------|
| | 2018 £ | 2017 £ | 2018 £ | 2017 £ |
| Non-current loans and borrowings | | | | |
| Bank borrowings | <u>3,081,785</u> | <u>2,954,968</u> | <u>-</u> | <u>-</u> |

| | Group | | Company | |
|-------------------------------------|----------------|---------------|-----------|-----------|
| | 2018 £ | 2017 £ | 2018 £ | 2017 £ |
| Current loans and borrowings | | | | |
| Bank borrowings | <u>119,741</u> | <u>85,032</u> | <u>-</u> | <u>-</u> |

Wiltshire Wildlife Community Energy Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 March 2018

| | 2018 | 2017 |
|---|-------------------------|------------------------|
| | £ | £ |
| Turnover (analysed below) | 679,689 | 621,091 |
| Cost of sales (analysed below) | <u>(24,826)</u> | <u>(5,805)</u> |
| Gross profit | <u>654,863</u> | <u>615,286</u> |
| Gross profit (%) | 96.35% | 99.07% |
| Depreciation (analysed below) | <u>291,729</u> | <u>289,044</u> |
| Administrative expenses | | |
| Establishment costs (analysed below) | 128,203 | 123,913 |
| General administrative expenses (analysed below) | 80,852 | 102,258 |
| Finance charges (analysed below) | <u>6,879</u> | <u>3,272</u> |
| | <u>215,934</u> | <u>229,443</u> |
| Operating profit | <u>147,200</u> | <u>96,799</u> |
| Other interest receivable and similar income (analysed below) | 577 | 780 |
| Interest payable and similar expenses (analysed below) | <u>(461,813)</u> | <u>(119,887)</u> |
| | <u>(461,236)</u> | <u>(119,107)</u> |
| Loss before tax | <u><u>(314,036)</u></u> | <u><u>(22,308)</u></u> |

Wiltshire Wildlife Community Energy Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 March 2018

| | 2018 £ | 2017 £ |
|---|-----------|-----------|
| Turnover | | |
| Feed in tariff | 408,387 | 359,276 |
| Energy export income | 271,250 | 261,815 |
| Other sales | 52 | - |
| | 679,689 | 621,091 |
| Cost of sales | | |
| Direct costs | 24,826 | 5,805 |
| Distribution costs | | |
| Depreciation of plant and machinery | 291,729 | 289,044 |
| Establishment costs | | |
| Rent | 24,830 | 24,289 |
| Rates | 17,772 | 21,331 |
| Insurance | 9,038 | 5,477 |
| Operations and maintenance | 76,563 | 72,816 |
| | 128,203 | 123,913 |
| General administrative expenses | | |
| Community fund | 20,000 | 25,000 |
| Sundry expenses | 954 | 2,703 |
| Travel and subsistence | 338 | 271 |
| Accountancy fees | 9,000 | 23,761 |
| Management fees | 43,831 | 49,036 |
| Legal and professional fees | 6,729 | 1,487 |
| | 80,852 | 102,258 |
| Finance charges | | |
| Bank charges | 6,879 | 3,272 |
| Other interest receivable and similar income | | |
| Bank interest receivable | 577 | 780 |
| Interest payable and similar expenses | | |
| Bank loan interest payable | 169,672 | 112,869 |
| Other interest payable | 292,141 | 7,018 |
| | 461,813 | 119,887 |

This page does not form part of the statutory financial statements.