

AWESOME ENERGY (DALRIADA) LIMITED

UNAUDITED  
FINANCIAL STATEMENTS

30 NOVEMBER 2021

**ArmstrongWatson<sup>®</sup>**  
Accountants, Business & Financial Advisers

## **AWESOME ENERGY (DALRIADA) LIMITED**

### **SOCIETY INFORMATION**

<b>Directors</b>	S Clark A B Swann S Marshall P Thomas M Odumosu A Shaw (resigned 14 September 2021) C Sugden (resigned 15 June 2021) C Thomas C Auty (DIG Director) D Hardstaff (DIG Director) I McClounnan (DIG Director) (resigned 31 July 2021)
<b>Registered number</b>	RS007240
<b>Registered office</b>	The Old School Dalavich Taynuilt Argyll PA35 1HN
<b>Accountants</b>	Armstrong Watson LLP Chartered Accountants 1st Floor 24 Blythswood Square G2 4BG
<b>Bankers</b>	Triodos Bank Nv Deanery Road Bristol BS1 5AS

**AWESOME ENERGY (DALRIADA) LIMITED**

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# AWESOME ENERGY (DALRIADA) LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 NOVEMBER 2021

The directors present their report and the financial statements for the year ended 30 November 2021.

### Directors

The directors who served during the year were:

S Clark  
A B Swann  
S Marshall  
P Thomas  
M Odumosu  
A Shaw (resigned 14 September 2021)  
C Sugden (resigned 15 June 2021)  
C Thomas  
C Auty (DIG Director)  
D Hardstaff (DIG Director)  
I McClounnan (DIG Director) (resigned 31 July 2021)

### Results and members interest

The directors are satisfied with the Society's performance during the year and are optimistic about its future prospects.

	2021	2020
	£	£
Reserves brought forward	82,785	6,256
Profit/(loss) for the year, after taxation	28,528	113,607
Members' interest at 4% (2020 - 4%) of closing share capital	(20,114)	(17,022)
Community benefit distributions	(65,500)	(6,256)
Transfer to major sinking fund	(13,800)	(13,800)
<b>Reserves available for distribution</b>	<b>11,899</b>	<b>82,785</b>

### Small companies note

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

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

.....  
**S Clark**  
Director

Date:

**AWESOME ENERGY (DALRIADA) LIMITED**

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF  
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF AWESOME ENERGY (DALRIADA)  
LIMITED  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have prepared for your approval the financial statements of Awesome Energy (Dalriada) Limited for the year ended 30 November 2021 which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of changes in equity and the related notes from the society's accounting records and from information and explanations you have given us.

As a practising member firm 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 <https://www.icaew.com/regulation>.

This report is made solely to the Board of directors of Awesome Energy (Dalriada) Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Awesome Energy (Dalriada) Limited and state those matters that we have agreed to state to the Board of directors of Awesome Energy (Dalriada) Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Awesome Energy (Dalriada) Limited and its Board of directors, as a body, for our work or for this report.

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

We have not been instructed to carry out an audit or review of the financial statements of Awesome Energy (Dalriada) 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 statutory financial statements.

**Armstrong Watson LLP**  
Chartered Accountants  
Glasgow  
Date:

**AWESOME ENERGY (DALRIADA) LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

	<b>Note</b>	<b>2021</b> £	2020 £
Turnover		<b>231,231</b>	357,868
Cost of sales		<b>(3,859)</b>	(12,995)
<b>Gross profit</b>		<b>227,372</b>	344,873
Administrative expenses		<b>(120,279)</b>	(110,228)
<b>Operating profit</b>		<b>107,093</b>	234,645
Interest payable and similar expenses		<b>(72,879)</b>	(89,964)
<b>Profit before tax</b>		<b>34,214</b>	144,681
Tax on profit		<b>(5,686)</b>	(31,074)
<b>Profit for the financial year</b>		<b>28,528</b>	113,607

There were no recognised gains and losses for 2021 or 2020 other than those included in the statement of comprehensive income.

There was no other comprehensive income for 2021 (2020:£NIL).

The notes on pages 7 to 13 form part of these financial statements.

**AWESOME ENERGY (DALRIADA) LIMITED**  
**REGISTERED NUMBER: RS007240**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 NOVEMBER 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	5	1,339,313	1,385,198
		1,339,313	1,385,198
<b>Current assets</b>			
Debtors: amounts falling due after more than one year	6	35,000	35,000
Debtors: amounts falling due within one year	6	102,516	160,736
Cash at bank and in hand		201,975	285,679
		339,491	481,415
Creditors: amounts falling due within one year	7	(93,912)	(237,982)
<b>Net current assets</b>		<b>245,579</b>	243,433
<b>Total assets less current liabilities</b>		<b>1,584,892</b>	1,628,631
Creditors: amounts falling due after more than one year	8	(993,844)	(1,065,473)
<b>Provisions for liabilities</b>			
Deferred tax	10	(36,760)	(31,074)
		(36,760)	(31,074)
<b>Net assets</b>		<b>554,288</b>	532,084

**AWESOME ENERGY (DALRIADA) LIMITED**  
**REGISTERED NUMBER: RS007240**

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 30 NOVEMBER 2021**

	Note	2021 £	2020 £
<b>Capital and reserves</b>			
Called up share capital	11	<b>504,839</b>	425,549
Other reserves	12	<b>37,550</b>	23,750
Profit and loss account	12	<b>11,899</b>	82,785
		<u><b>554,288</b></u>	<u>532,084</u>

The directors consider that the society is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the society to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....  
**S Clark**  
Director

.....  
**A B Swann**  
Director

Date:

The notes on pages 7 to 13 form part of these financial statements.

**AWESOME ENERGY (DALRIADA) LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

	Called up share capital £	Major sinking fund reserve £	Profit and loss account £	Total equity £
<b>At 1 December 2019</b>	<b>349,244</b>	<b>9,950</b>	<b>6,256</b>	<b>365,450</b>
<b>Comprehensive income for the year</b>				
Profit for the year	-	-	113,607	113,607
Profit distributions	-	-	(23,278)	(23,278)
Shares issued during the year	76,305	-	-	76,305
Transfer to/from profit and loss account	-	13,800	(13,800)	-
<b>At 1 December 2020</b>	<b>425,549</b>	<b>23,750</b>	<b>82,785</b>	<b>532,084</b>
<b>Comprehensive income for the year</b>				
Profit for the year	-	-	28,528	28,528
Profit distributions	-	-	(85,614)	(85,614)
Shares issued during the year	79,290	-	-	79,290
Transfer to/from profit and loss account	-	13,800	(13,800)	-
<b>Total transactions with owners</b>	<b>79,290</b>	<b>13,800</b>	<b>(99,414)</b>	<b>(6,324)</b>
<b>At 30 November 2021</b>	<b>504,839</b>	<b>37,550</b>	<b>11,899</b>	<b>554,288</b>

The notes on pages 7 to 13 form part of these financial statements.

## **AWESOME ENERGY (DALRIADA) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2021**

#### **1. General information**

Awesome Energy (Dalriada) Limited is a Community Benefit Society, registered in Scotland. The Society's registered number is RS007240 and the registered office address is Dalavich Post Office, Dalavich, Argyll, PA35 1HN.

These financial statements are prepared in pound sterling as this is the currency of the primary economic environment in which the company operates.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

The following principal accounting policies have been applied:

##### **2.2 Going concern**

The directors have considered the impact of the COVID-19 virus when preparing the financial statements. The likely impact that this will have in the coming year has been assessed and this has been incorporated into the plans for the business. As a result of this the directors has concluded that it continues to be appropriate to present the accounts on a going concern basis.

##### **2.3 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Society and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

###### **Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Society will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

##### **2.4 Operating leases: the society as lessee**

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the lease term.

Rentals paid under operating leases are subject to a percentage of the gross revenue earned therefore if no revenue is earned no liability will arise.

## **AWESOME ENERGY (DALRIADA) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2021**

#### **2. Accounting policies (continued)**

##### **2.5 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

##### **2.6 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

##### **2.7 Borrowing costs**

During the period of asset construction, all borrowing costs were capitalised. When the assets became operational in February 2018, all borrowing costs from that date were recognised in the statement of income and retained earnings.

##### **2.8 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the society operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

##### **2.9 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

## AWESOME ENERGY (DALRIADA) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2021

#### 2. Accounting policies (continued)

##### 2.9 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Turbine	- 20 years
Civils	- 40 years
Active Network Management	- 10 years
Other Plant & Machinery	- 20 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Revenue Account.

##### 2.10 Debtors

Debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment

##### 2.11 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### 2.12 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### 2.13 Provisions for liabilities

Provisions are made where an event has taken place that gives the Society a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Society becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

##### 2.14 Financial instruments

The Society only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

**AWESOME ENERGY (DALRIADA) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

**3. Major sinking fund reserve**

Major sinking fund reserve includes amounts transferred from the profit and loss account to enable the society to retain sufficient reserves in order to meet its expected future obligations to maintain and repair major assets.

At each reporting date the society assess the fund for reasonableness.

**4. Employees**

The average monthly number of employees, including directors, during the year was 12 (2020 - 12).

**5. Tangible fixed assets**

	Turbine £	Civils £	Active Network Managemen t £	Other Plant & Machinery £	Total £
<b>Cost or valuation</b>					
At 1 December 2020	269,518	1,094,514	191,052	-	1,555,084
Additions	-	-	-	14,286	14,286
At 30 November 2021	<u>269,518</u>	<u>1,094,514</u>	<u>191,052</u>	<u>14,286</u>	<u>1,569,370</u>
<b>Depreciation</b>					
At 1 December 2020	38,182	77,573	54,131	-	169,886
Charge for the year on owned assets	13,476	27,363	19,105	227	60,171
At 30 November 2021	<u>51,658</u>	<u>104,936</u>	<u>73,236</u>	<u>227</u>	<u>230,057</u>
<b>Net book value</b>					
At 30 November 2021	<u><u>217,860</u></u>	<u><u>989,578</u></u>	<u><u>117,816</u></u>	<u><u>14,059</u></u>	<u><u>1,339,313</u></u>
At 30 November 2020	<u><u>231,336</u></u>	<u><u>1,016,941</u></u>	<u><u>136,920</u></u>	<u><u>-</u></u>	<u><u>1,385,197</u></u>

As at 30 November 2021, loan interest of £137,186 was included in the cost price of the above assets.

**AWESOME ENERGY (DALRIADA) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

**6. Debtors**

	2021 £	2020 £
<b>Due after more than one year</b>		
Other debtors	35,000	35,000
	<b>35,000</b>	<b>35,000</b>
	<b>35,000</b>	<b>35,000</b>
	2021 £	2020 £
<b>Due within one year</b>		
Other debtors	1,737	-
Prepayments and accrued income	100,779	160,736
	<b>102,516</b>	<b>160,736</b>
	<b>102,516</b>	<b>160,736</b>

**7. Creditors: Amounts falling due within one year**

	2021 £	2020 £
Other loans	62,691	200,258
Trade creditors	2,702	4,081
Other taxation and social security	-	4,890
Accruals and deferred income	28,519	28,753
	<b>93,912</b>	<b>237,982</b>
	<b>93,912</b>	<b>237,982</b>

**8. Creditors: Amounts falling due after more than one year**

	2021 £	2020 £
Other loans	944,192	1,014,311
Other creditors	49,652	51,162
	<b>993,844</b>	<b>1,065,473</b>
	<b>993,844</b>	<b>1,065,473</b>

**AWESOME ENERGY (DALRIADA) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

**9. Loans**

Analysis of the maturity of loans is given below:

	2021 £	2020 £
<b>Amounts falling due within one year</b>		
Other loans	62,691	200,258
	62,691	200,258
<b>Amounts falling due 2-5 years</b>		
Other loans	944,192	1,014,311
	944,192	1,014,311
	1,006,883	1,214,569

As at 30 November 2021, Social Growth Fund LLP held a bond and floating charge over all current and future assets of the society.

**10. Deferred taxation**

	2021 £
At beginning of year	(31,074)
Charged to profit or loss	(5,686)
<b>At end of year</b>	<b>(36,760)</b>

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances	(92,632)	(93,169)
Tax losses carried forward	55,872	62,095
	(36,760)	(31,074)

**AWESOME ENERGY (DALRIADA) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

**11. Share capital**

	<b>2021</b>	2020
	£	£
<b>Allotted, called up and fully paid</b>		
504,839 (2020 - 425,549) Ordinary A shares of £1.00 each	<b>504,839</b>	425,549

During the year 79,290 Ordinary A shares were issued with a nominal value of £1 each for a consideration of £79,290.

**12. Reserves**

**Profit and loss account**

During the year £13,800 (2020: £13,800) was reallocated to other reserves.

AWESOME ENERGY (DALRIADA) LIMITED

DETAILED ACCOUNTS - UNAUDITED  
FOR THE YEAR ENDED 30 NOVEMBER 2021  
THIS SCHEDULE IS NOT FOR PUBLICATION

**AWESOME ENERGY (DALRIADA) LIMITED**

**DETAILED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

	<b>Note</b>	<b>2021</b>	2020
		<b>£</b>	£
Turnover		<b>231,231</b>	357,868
Cost Of Sales		<b>(3,859)</b>	(12,996)
<b>Gross profit</b>		<b>227,372</b>	344,872
<b>Less: overheads</b>			
Administration expenses		<b>(120,280)</b>	(110,227)
<b>Operating profit</b>		<b>107,092</b>	234,645
Interest payable		<b>(72,878)</b>	(89,964)
Tax on profit on ordinary activities		<b>(5,686)</b>	(31,074)
<b>Profit for the year</b>		<b>28,528</b>	113,607

**AWESOME ENERGY (DALRIADA) LIMITED**

**SCHEDULE TO THE DETAILED ACCOUNTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

	2021 £	2020 £
<b>Turnover</b>		
Sales	224,921	356,358
Other income	6,310	1,510
	<u>231,231</u>	<u>357,868</u>
	2021 £	2020 £
<b>Cost of sales</b>		
Purchases	263	249
Consumables	-	7,902
Repairs and maintenance	3,596	4,845
	<u>3,859</u>	<u>12,996</u>
	2021 £	2020 £
<b>Administration expenses</b>		
Entertainment	-	29
Hotels, travel and subsistence	77	-
Consultancy	5,298	1,090
Postage	250	5
Telephone and fax	1,115	1,206
Computer costs	279	-
Advertising and promotion	463	255
Trade subscriptions	957	954
Legal and professional	-	1,592
Accountancy fees	10,373	8,622
Bank charges	41	66
Insurances	7,732	4,693
Depreciation	60,171	59,944
Bookkeeping	14,826	5,884
Finance costs	4,070	4,070
Operations	3,159	6,454
Metering and utility costs	394	451
Operating lease payments	11,075	14,912
	<u>120,280</u>	<u>110,227</u>

**AWESOME ENERGY (DALRIADA) LIMITED**

**SCHEDULE TO THE DETAILED ACCOUNTS  
FOR THE YEAR ENDED 30 NOVEMBER 2021**

	<b>2021</b>	2020
	<b>£</b>	£
<b>Interest payable</b>		
Other loan interest payable	<b>72,878</b>	89,964
	<u><b>72,878</b></u>	<u>89,964</u>
	<u><b>72,878</b></u>	<u>89,964</u>