

**ORCHARD FARM COMMUNITY SOLAR C.I.C.  
FILLETED FINANCIAL STATEMENTS  
31 MARCH 2018**

# ORCHARD FARM COMMUNITY SOLAR C.I.C.

## STATEMENT OF FINANCIAL POSITION

31 MARCH 2018

	Note	2018 £	2017 £
<b>FIXED ASSETS</b>			
Tangible assets	4	5,427,365	5,655,142
<b>CURRENT ASSETS</b>			
Debtors	5	107,597	146,852
Cash at bank and in hand		355,656	314,735
		<u>463,253</u>	<u>461,587</u>
<b>CREDITORS: amounts falling due within one year</b>	6	<u>1,780,815</u>	<u>1,585,592</u>
<b>NET CURRENT LIABILITIES</b>		<u>1,317,562</u>	<u>1,124,005</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		4,109,803	4,531,137
<b>CREDITORS: amounts falling due after more than one year</b>	7	<u>3,719,557</u>	<u>4,112,762</u>
<b>NET ASSETS</b>		<u>390,246</u>	<u>418,375</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		522,950	522,950
Profit and loss account		(132,704)	(104,575)
<b>SHAREHOLDERS FUNDS</b>		<u>390,246</u>	<u>418,375</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

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.

These financial statements were approved by the board of directors and authorised for issue on 6 September 2018, and are signed on behalf of the board by:

J C Salmon  
Director

Company registration number: 09655669

The notes on pages 2 to 5 form part of these financial statements.

# ORCHARD FARM COMMUNITY SOLAR C.I.C.

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2018

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### 1. GENERAL INFORMATION

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Overmoor Farm, Neston, Corsham, SN13 9TZ, Wiltshire.

### 2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### 3. ACCOUNTING POLICIES

#### **Basis of preparation**

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

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

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

# ORCHARD FARM COMMUNITY SOLAR C.I.C.

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

### YEAR ENDED 31 MARCH 2018

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#### 3. ACCOUNTING POLICIES *(continued)*

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - over 25 years

The assets represent the solar farm. As such there are some elements of the solar farm which will have a lower useful life than the main panels. The solar farm as an entire installation has been taken as one asset and is depreciated at one rate.

##### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

##### **Financial instruments**

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

# ORCHARD FARM COMMUNITY SOLAR C.I.C.

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

### YEAR ENDED 31 MARCH 2018

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#### 4. TANGIBLE ASSETS

	<b>Plant and machinery £</b>
<b>Cost</b>	
At 1 April 2017	5,853,212
Other movements	(3,800)
<b>At 31 March 2018</b>	<u>5,849,412</u>
<b>Depreciation</b>	
At 1 April 2017	198,070
Charge for the year	223,977
<b>At 31 March 2018</b>	<u>422,047</u>
<b>Carrying amount At 31 March 2018</b>	<u>5,427,365</u>
At 31 March 2017	<u>5,655,142</u>

#### 5. DEBTORS

	<b>2018 £</b>	2017 £
Trade debtors	–	7,441
Other debtors	107,597	139,411
	<u>107,597</u>	<u>146,852</u>

#### 6. CREDITORS: amounts falling due within one year

	<b>2018 £</b>	2017 £
Bank loans and overdrafts	141,983	102,391
Trade creditors	46,264	68,427
Amounts owed to group undertakings and undertakings in which the company has a participating interest	1,528,084	1,000,048
Other loans	–	317,728
Other creditors	64,484	96,998
	<u>1,780,815</u>	<u>1,585,592</u>

Creditors falling due within one year include amounts secured by charges on the company's assets created on June 16, 2016.

# ORCHARD FARM COMMUNITY SOLAR C.I.C.

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

### YEAR ENDED 31 MARCH 2018

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#### 7. CREDITORS: amounts falling due after more than one year

	<b>2018</b>	2017
	<b>£</b>	£
Bank loans and overdrafts	3,054,506	3,197,609
Other loans	665,051	915,153
	<u>3,719,557</u>	<u>4,112,762</u>

Creditors falling due after more than one year include amounts secured by charges on the company's assets created on June 16, 2016.

#### 8. SUMMARY AUDIT OPINION

As the Income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditors report was unqualified.  
The senior statutory auditor was Nicolas Michael FCA.  
The auditor was Elliott Bunker Limited.

#### 9. RELATED PARTY TRANSACTIONS

The company had a director in common with Mongoose Energy until 1 September 2017 when he resigned from that company. Mongoose Energy has been paid £20,871 in management fees.

#### 10. CONTROLLING PARTY

The company is a wholly owned subsidiary of Orchard Community Energy Limited a Society registered in England under the Co-operative and Community Benefit Societies Act 2014.