

Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 May 2024
for
Lochbroom Community Renewables Ltd

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for the Year Ended 31 May 2024

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Lochbroom Community Renewables Ltd

Company Information
for the Year Ended 31 May 2024

DIRECTORS:

A Osborne
Mrs K Donald
R M Gibson
S Burnett

SECRETARY:

REGISTERED OFFICE:

28 Argyle Street
Ullapool
IV26 2UB

REGISTERED NUMBER:

RS007126 (Scotland)

ACCOUNTANTS:

Mackay & Co CA
3 Fodderty Way
Dingwall
Ross-shire
IV15 9XB

Lochbroom Community Renewables Ltd

Report of the Directors
for the Year Ended 31 May 2024

The directors present their report with the financial statements of the company for the year ended 31 May 2024.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 June 2023 to the date of this report.

A Osborne
Mrs K Donald
R M Gibson
S Burnett

Other changes in directors holding office are as follows:

A Kaye - resigned 31 May 2024
A Parsons - resigned 15 May 2024
M Fletcher - appointed 23 January 2024 - resigned 10 May 2024

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

R M Gibson - Director

10 September 2024

Lochbroom Community Renewables Ltd

Income Statement
for the Year Ended 31 May 2024

	Notes	31.5.24 £	31.5.23 £
TURNOVER		214,130	118,040
Administrative expenses		52,684	49,107
OPERATING PROFIT	4	161,446	68,933
Interest receivable and similar income		2,385	725
		163,831	69,658
Interest payable and similar expenses		28,426	22,595
PROFIT BEFORE TAXATION		135,405	47,063
Tax on profit		-	-
PROFIT FOR THE FINANCIAL YEAR		135,405	47,063

The notes form part of these financial statements

Balance Sheet
31 May 2024

	Notes	31.5.24		31.5.23	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		693,814		711,632
CURRENT ASSETS					
Debtors	6	8,780		8,970	
Cash at bank		216,622		113,779	
		<u>225,402</u>		<u>122,749</u>	
CREDITORS					
Amounts falling due within one year	7	8,316		4,186	
		<u>8,316</u>		<u>4,186</u>	
NET CURRENT ASSETS			217,086		118,563
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>910,900</u>		<u>830,195</u>
CAPITAL AND RESERVES					
Called up share capital			668,600		723,300
Capital redemption reserve			240,440		185,740
Retained earnings			1,860		(78,845)
			<u>910,900</u>		<u>830,195</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2024 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued

31 May 2024

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 10 September 2024 and were signed on its behalf by:

R M Gibson - Director

A Parsons - Director

A Kaye - Director

Statement of Changes in Equity
for the Year Ended 31 May 2024

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 June 2022	829,550	(19,658)	79,490	889,382
Changes in equity				
Issue of share capital	(106,250)	-	-	(106,250)
Total comprehensive income	-	(59,187)	106,250	47,063
Balance at 31 May 2023	<u>723,300</u>	<u>(78,845)</u>	<u>185,740</u>	<u>830,195</u>
Changes in equity				
Issue of share capital	(54,700)	-	-	(54,700)
Total comprehensive income	-	80,705	54,700	135,405
Balance at 31 May 2024	<u><u>668,600</u></u>	<u><u>1,860</u></u>	<u><u>240,440</u></u>	<u><u>910,900</u></u>

The notes form part of these financial statements

1. **STATUTORY INFORMATION**

The continuing activities of Lochbroom Community Renewables Limited is the development and operation of a hydro-electric scheme.

The society is a private company limited by shares and is incorporated in the United Kingdom and registered in Scotland. It is also registered with the FCA. Details of the registered office can be found on the company information page of these financial statements. The society's registered number is RS007126.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with applicable law and United Kingdom Account Standards including Section 1A 'Small Entities' of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice applicable to Small Entities).

The preparation of financial statements in compliance with Section 1A 'Small Entities' of FRS 102 requires the use of certain critical accounting estimates. It also requires managements to exercise judgement in applying the company accounting policies.

The directors have considered a period of at least 12 months from the date on which the accounts have been signed and consider that the society can continue to trade for at least this period and consequently these financial statements have been prepared on a going concern basis.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - at varying rates on cost

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2024

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL (2023 - NIL).

4. **OPERATING PROFIT**

The operating profit is stated after charging:

	31.5.24	31.5.23
	£	£
Depreciation - owned assets	17,818	18,286

5. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 June 2023 and 31 May 2024	830,070
DEPRECIATION	
At 1 June 2023	118,438
Charge for year	17,818
At 31 May 2024	136,256
NET BOOK VALUE	
At 31 May 2024	693,814
At 31 May 2023	711,632

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.5.24	31.5.23
	£	£
Other debtors	8,780	8,970

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.24	31.5.23
	£	£
Taxation and social security	6,116	2,186
Other creditors	2,200	2,000
	<u>8,316</u>	<u>4,186</u>

Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Lochbroom Community Renewables Ltd

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 Lochbroom Community Renewables Limited for the year ended 31 May 2024 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member of the the Institute of Chartered Accountants of Scotland (ICAS), we are subject to ethical and other professional requirements which are detailed at <http://icas.com/professional-resources/ethics/icas-code-of-ethics>.

This report is made solely to the Board of Directors of Lochbroom Community Renewable 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 Lochbroom Community Renewables Limited and state those matters that we have agreed to state to the Board of Directors of Lochbroom Community Renewables Limited. To the fullest extent permitted by law, we not accept or assume responsibility to anyone other than Lochbroom Community Renewables Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Lochbroom Community Renewables 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 loss of Lochbroom Community Renewables Limited. You consider that Lochbroom Renewables Limited is exempt from the statutory audit requirement for the year.

In our opinion:

- the income statement and balance sheet for the year ended 31 May 2024 are in agreement with the books of account kept by the company under section 75 of the Co-operative and Community Benefit Societies Act 2014;
- having regard to, and on the basis of the information contained in the books of account, the income statement and balance sheet for the year ended 31 May 2024 comply with the requirements of the Co-operative and Community Benefit Societies Act 2014; and
- the company met the financial criteria enabling it to disapply the requirement to have an audit of the accounts for the year specified in section 84 of the Cop-operative and Community Benefit Societies Act 2014.

Mackay & Co CA
3 Fodderty Way
Dingwall
Ross-shire
IV15 9XB

This page does not form part of the statutory financial statements

Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Lochbroom Community Renewables Ltd

Date:

Lochbroom Community Renewables Ltd

Detailed Profit and Loss Account
for the Year Ended 31 May 2024

	31.5.24		31.5.23	
	£	£	£	£
Turnover				
Sales	133,795		52,719	
Feed in tariff	80,335		64,521	
Member donations	-		800	
	<hr/>	214,130	<hr/>	118,040
Other income				
Deposit account interest		2,385		725
		<hr/>		<hr/>
		216,515		118,765
Expenditure				
Insurance	6,466		5,886	
Light and heat	3,043		538	
Telephone	308		635	
Advertising	120		230	
Community benefit admin cost	900		900	
Community benefit donations	15,000		12,500	
Turbine costs	1,888		2,799	
Lease of land	3,817		2,588	
Sundry expenses	60		184	
Accountancy	2,299		2,100	
Bookkeeping	260		248	
Subscriptions	620		517	
Depreciation of tangible fixed assets	17,818		18,286	
Project management and consulting	-		1,600	
	<hr/>	52,599	<hr/>	49,011
		<hr/>		<hr/>
		163,916		69,754
Finance costs				
Bank charges	85		96	
Shareholder interest payments	28,426		22,595	
	<hr/>	28,511	<hr/>	22,691
NET PROFIT		<hr/>		<hr/>
		135,405		47,063
		<hr/>		<hr/>

This page does not form part of the statutory financial statements

Lochbroom Community Renewables Ltd

Notes wholly REPLACED
and/or accounting policies totally IGNORED
and/or accounting policies with text REPLACED
by user's choice on client screen entries
for the Year Ended 31 May 2024

The following notes have been REPLACED completely by user entries.

STATUTORY INFORMATION
RESERVES

None of the standard accounting policies has been ignored.

None of the standard accounting policies has been replaced.

PLEASE CHECK THAT THESE CHOICES ARE CORRECT - all changes that would automatically be made to notes generated by IRIS as a result of posting amendments etc WILL NOT BE AMENDED where REPLACEMENT notes have been selected.