

**MORECAMBE BAY COMMUNITY RENEWABLES LTD**

**Industrial and Provident Society Number IP031421**

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**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31 2012**

<b><u>CONTENTS</u></b>	<b><u>PAGE</u></b>
Legal and Administrative Information	1
Directors Report	1-3
Income and Expenditure Account	4
Balance Sheet	5
Notes to the Financial Statements	6-8

# **MORECAMBE BAY COMMUNITY RENEWABLES LTD**

**Industrial and Provident Society Number IP031421**

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## **Legal and administrative information**

The society Morecambe Bay Community Renewables Ltd was registered in England and Wales on the 3<sup>rd</sup> October 2011 under the Industrial and Provident Society Act 1965, and is governed by its Rules.

### **Directors**

Anne C Chapman  
Gillian I Fenna  
Simon C Gershon  
Caroline J Jackson  
Stephen J Wrigley

There were no changes to the directors during the year. At the AGM on 16th October 2012, all founding directors stood down and offered themselves for re-election. All were re-elected.

**Registered Number:** Industrial and Provident Society Number IP031421

### **Registered Office (from May 17 2013)**

Room C9 St Leonards House  
St. Leonards Gate  
Lancaster LA1 3NN

### **Bank**

Co-operative Bank PLC  
P O Box 250, Delf House  
Southway,  
Skelmersdale  
WN8 6WT

# MORECAMBE BAY COMMUNITY RENEWABLES LTD

## Industrial and Provident Society Number IP031421

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### **Report of the Directors**

The Directors present their report and the financial statements for the year ended 31 December 2012.

### **Exemptions**

The Directors have decided to take the exemption from audit for this financial period as provided for in its Rules, and agreed by the members on 16/10/12

### **Society Objectives**

The society's objectives as stated in the Rules are :

- (a) to establish sustainable renewable technologies; and*
- (b) to enhance the sustainability and resilience of these local communities; and*
- (c) to promote the prudent use of resources, efficient energy use and environmental awareness and behaviour;*

### **Report for the period**

During the financial year, the society issued £106,998 of new share capital. This was used to install a 50KWp solar array at the Lancaster Cohousing site, Forge Bank, Halton. It also submitted an application to the Co-operative for assistance with developing a hydro scheme at Skerton Weir, Lancaster, but this was unsuccessful. It is currently in discussions with a number of local education establishments with regard to installing solar PV systems on their buildings.

### **Directors Responsibilities for the Financial Statements**

The directors are responsible for preparing financial statements for each financial year which give a true and fair view of the state of affairs of the society and of the surplus or deficit of the society for that period.

In preparing those financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in operation
- state whether applicable accounting standards of recommended practice have been followed subject to any departures disclosed and explained in the financial statements.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the society and to enable them to prepare financial statements.

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

**MORECAMBE BAY COMMUNITY RENEWABLES LTD**

**Industrial and Provident Society Number IP031421**

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This report was approved by the Directors on 17<sup>th</sup> May 2013 and is signed on their behalf by:

A Chapman (Chair)

S Gershon (Secretary)

Gillian Fenna (Director)

**MORECAMBE BAY COMMUNITY RENEWABLES LTD****Industrial and Provident Society Number IP031421****Profit and Loss Account  
For the year ended 31 December 2012**

	Note	Y.E 31 Dec 2012		P.E 31 Dec 2011	
		£	£	£	£
<b>TURNOVER</b>			<b>2,866</b>		0
<b>GROSS EXPENDITURE</b>					
Start-up costs	2	<b>2,011</b>		0	
Administration costs	3	<b>984</b>		4,551	
Insurance of PV panels		<b>497</b>		0	
Printing costs		<b>0</b>		890	
Consultancy costs		<b>0</b>		540	
Legal and regulatory fees		<b>90</b>		1,800	
Travel, conferences and miscellaneous		<b>0</b>		125	
Interest paid	4	<b>66</b>		0	
Depreciation	5	<b>0</b>		0	
Total expenditure			<b>3,648</b>		7,906
<b>OPERATING PROFIT/(LOSS)</b>	5		<b>(782)</b>		(7,906)
Interest Received			<b>13</b>		0
<b>PROFIT/(LOSS) on Ordinary Activities before taxation</b>			<b>(769)</b>		(7,906)
Tax on surplus/(deficit) on ordinary activities	6		0		0
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION</b>			<b>(769)</b>		(7,906)
PROFIT/(LOSS) brought forward			<b>(7,906)</b>		0
<b>PROFIT/(LOSS) CARRIED FORWARD</b>			<b>(8,675)</b>		(7,906)

**Statement of total recognised gains and losses**

The company does not have any gains or losses to report other than the Profit and Loss for the period.

# MORECAMBE BAY COMMUNITY RENEWABLES LTD

## Industrial and Provident Society Number IP031421

### Balance Sheet as at 31 December 2012

	Notes	£	31.12.2012 £	31.12.2011 £
<b>FIXED ASSETS</b>				
Photo Voltaic panels	7		94,839	0
<b>CURRENT ASSETS</b>				
Debtors	8	2,278		0
Cash at bank and in hand		<u>9,660</u>		<u>4,094</u>
			11,939	4,094
<b>CREDITORS</b>				
Amounts falling due within one year	9	3,348		4,000
Loans from Directors	10	<u>3,404</u>		<u>8,000</u>
			<u>6,752</u>	<u>12,000</u>
NET CURRENT ASSETS			<u><b>5,186</b></u>	<u><b>(7,906)</b></u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>100,025</b>	<b>(7,906)</b>
CREDITORS: Amounts falling due after more than one year	11		<u>1,702</u>	<u>0</u>
<b>NET ASSETS</b>			<u><b>98,323</b></u>	<u><b>(7,906)</b></u>
<b>CAPITAL AND RESERVES</b>				
Called up Share Capital	12		<b>106,998</b>	0
Profit and Loss Account			<u><b>(8,675)</b></u>	<u><b>(7,906)</b></u>
			<u><b>98,323</b></u>	<u><b>(7,906)</b></u>

For the year ending 31 December 2012 the society is entitled to exemption from audit under Section 4 a (1) FIPSA (the 1968 Act) amended 2006.

Members have not required the society to obtain an audit under the above section

The directors acknowledge their responsibilities for:

(a) ensuring that the society keeps proper accounting records  
and

(b) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial year and of its profit or loss (surplus or deficit) for the financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the society

This report was approved by the Directors on:-

17th May 2013

and signed on their behalf by:-

A Chapman

# MORECAMBE BAY COMMUNITY RENEWABLES LTD

## Industrial and Provident Society Number IP031421

### Notes to the financial statements For the year ended 31 December 2012

#### 1. ACCOUNTING POLICIES

a) The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

b) Turnover represents revenue income earned in the year.

c) Expenditure is included in the accounts on an accrual basis

d) Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Solar PV panels	4% per annum on straight line basis. No depreciation is charged in the year of installation.
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#### 2. START UP COSTS

Start up costs are payments for work done by six people prior to the share launch. Payment was made in shares.

£1,406 of shares were issued to Directors for work done, and £605 to other parties.

#### 3. ADMINISTRATION COSTS/STAFF COSTS

The Society did not maintain an office or employ any staff during 2012 or 2011, but contracted with LESS (Lancaster District) CIC to utilise their offices and the services of their employees.

#### 4. INTEREST PAID

Interest was paid to a Director for a short term loan to facilitate cashflow (2011 nil).

#### 5. OPERATING PROFIT/(LOSS) is stated after charging:-

	2012	2011
After charging		
Depreciation	0	0
Shares issued to Directors	3,406	0

Shares were issued to four Directors for work done. These costs are included in start up costs (£1406 see note 2), and in Fixed Assets (£2000) for project management related to commission of PV panels.

#### 6. TAXATION

No tax is payable due to a loss on ordinary activities during the year (2011 NIL).

# MORECAMBE BAY COMMUNITY RENEWABLES LTD

## Industrial and Provident Society Number IP031421

### Notes to the financial statements For the year ended 31 December 2012

<b>7.FIXED ASSETS - PV panels</b>	<b>2012</b>	<b>2011</b>
<b>COST</b>	<b>£</b>	<b>£</b>
At 1 January	0	0
Additions	94,839	0
<b>At end of period</b>	<b>94,839</b>	<b>0</b>
<b>DEPRECIATION</b>		
At 1 January	0	0
Charge for period	0	0
<b>At end of period</b>	<b>0</b>	<b>0</b>
<b>NET BOOK VALUE</b>		
<b>At 31 December</b>	<b>94,839</b>	<b>0</b>
At 1 January	0	0
	<b>2012</b>	<b>2011</b>
<b>8. DEBTORS</b>	<b>£</b>	<b>£</b>
Trade debtors	2,128	0
Payment due for Shares	150	0
	<u>2,278</u>	<u>0</u>
<b>9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
Trade creditors	3,302	0
HMRC VAT	46	0
Other loans	0	4,000
	<u>3,348</u>	<u>4,000</u>
<b>10. LOANS FROM DIRECTORS</b>	<b>2012</b>	<b>2011</b>
Loans from Directors	<u>3,404</u>	<u>8,000</u>

Four directors made loans of £2000 each in September 2011 to fund a project co-ordinator and launch costs for a set of PV projects. Part of this was repaid in cash, and £1,610 has been repaid in shares during this financial year. The balance of £3,404 - £851 per Director - will be repaid in shares in the event of a future share launch, and will attract a bonus of 50% also payable in shares (see Note 14).



# MORECAMBE BAY COMMUNITY RENEWABLES LTD

## Industrial and Provident Society Number IP031421

### Notes to the Financial Statements For the year ended 31 December 2012

#### 11. CREDITORS: Amounts falling due after more than 12 months

	2012	2011
Loans for start-up costs	<u>1,702</u>	<u>0</u>

Loans will be repaid in shares in the event of a future share issue and will attract a 50% bonus (see Note 14).

#### 12. SHARE CAPITAL

Allotted, called up and paid	<u>106,998</u>	<u>0</u>
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106,998 Ordinary shares of £1 each

During the year 106,998 number of £1 shares were issued, allotted and fully paid up in cash

#### 13. RELATED PARTIES

There were no transactions with related parties in the year other than transactions with Directors in Notes 5, 10, 11

#### 14. CONTINGENT LIABILITIES

i) At the end of the year the company had liabilities relating to loans provided for start up costs. These loans are repayable in shares on the event of a future share issue. This bonus amounts to £2,944 of which £1,963 relates to Directors (2011 - nil). No provision has been made in these accounts for the bonus element due.

ii) As noted in the Share Prospectus, within the next five years the society will purchase a warranty to cover repair or replacement the inverters. The current warranty expires after five years. No provision has been made in these accounts for this purchase but the funds required have been set aside by directors and put into a savings account.