

**Industrial and Provident Society
Company Number
IP30335R**

Torrs Hydro (New Mills) Ltd

**Registered Under the Industrial and
Provident Societies Act 1965**

Report and Accounts

30 September 2008

Torrs Hydro (New Mills) Ltd
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Income and expenditure account	4
Balance sheet	5
Notes to the accounts	6

**Torrs Hydro (New Mills) Ltd
Company Information**

Directors

Richard Body
Maggie Cole
Esther Dennis-Jones
Till Gieger
Sean Whewell

Secretary

Richard Body

Accountants

BoC Accounts
90 Market St
New Mills
High Peak
Sk22 4AA

Registered office

90 Market St
New Mills
High Peak
SK22 3BL

Registered number

IP30335R

Torrs Hydro (New Mills) Ltd Directors' Report

The directors present their report and accounts for the period ended 30 September 2008.

Statement of Directors' Responsibilities

The directors are required by law to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis

The directors' are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable it to ensure that the financial statements comply with the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968. 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.

Principal activities

The company's principal activity during this first period of trading was the construction of an Archimedean screw for the production of hydro-electricity. The screw was completed and began to generate electricity on the 4th September 2008.

Results of the period

The operating loss of the period of £30,804 represents the initial start-up costs of the project.

Development and activities

The Company is registered with the Financial Services Authority under the Industrial and Provident Societies Act 1965. The Company is a not for profit organisation and any surpluses held by the company shall, at the discretion of the directors be given out in the form of grants to the local community for purposes compatible with the objectives of the society.

Torrs Hydro (New Mills) Ltd
Directors' Report

Directors

The following persons served as directors during the period:

Richard Body
Maggie Cole
Esther Dennis-Jones
Till Gieger
Sean Whewell

Directors' Interests

The directors' interests in the shares of the company are stated below:

Richard Body	500 shares
Maggie Cole	125 shares
Esther Dennis-Jones	62 shares
Till Gieger	500 shares
Sean Whewell	500 shares

This report was approved by the board on 26 November 2008.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the period from 20 September 2007 to 30 September 2008

	Notes	2008 £
Income		4,831
Administrative expenses		(35,635)
Operating loss	2	<u>(30,804)</u>
Interest receivable		636
Interest payable	3	(4)
Loss on ordinary activities before taxation		<u>(30,172)</u>
Tax on loss on ordinary activities		-
Loss for the period		<u><u>(30,172)</u></u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2008

	Notes	2008 £
Fixed assets		
Tangible assets	4	279,174
Current assets		
Stocks		1,039
Debtors	5	20,400
Cash at bank and in hand		4,813
		<u>26,252</u>
Creditors: amounts falling due within one year		
	6	(88,865)
Net current liabilities		<u>(62,613)</u>
Total assets less current liabilities		<u>216,561</u>
Deferred Income	7	(146,182)
Net assets		<u><u>70,379</u></u>
Capital and reserves		
Called up share capital	8	100,551
Profit and loss account	9	(30,172)
Shareholders' funds		<u><u>70,379</u></u>

Approved by the board on 26 November 2008
and signed on its behalf by:

Richard Body
Secretary

Maggie Cole
Director

Sean Whewell
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the period from 20 September 2007 to 30 September 2008

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery 2.5% straight line

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Grants

In accordance with SSAP 4 grants received against capital expenditure are treated as deferred income and amortised over the life of the assets to which they relate.

2 Operating profit	2008
	£
This is stated after charging:	
Depreciation of owned fixed assets	<u>7,158</u>
3 Interest payable	2008
	£
Interest payable	<u>4</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the period from 20 September 2007 to 30 September 2008

4 Tangible fixed assets		Plant and machinery etc
		£
Cost		
Additions		286,332
At 30 September 2008		<u>286,332</u>
Depreciation		
Charge for the period		7,158
At 30 September 2008		<u>7,158</u>
Net book value		
At 30 September 2008		<u>279,174</u>
5 Debtors	2008	
	£	
Other taxes and social security costs	<u>20,400</u>	
6 Creditors: amounts falling due within one year	2008	
	£	
Trade creditors	79,520	
Other creditors	<u>9,345</u>	
	<u>88,865</u>	
7 Deferred income	2008	
	£	
Deferred income	146,182	
Consisting of:		
Grants received during the period:		
Co-operative Fund	75,000	
East Midlands Development Agency	<u>74,930</u>	
	149,930	
Income released	3,748	
	<u>146,182</u>	
Deferred at 30 September 2008	<u>146,182</u>	

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the period from 20 September 2007 to 30 September 2008

8 Share capital		2008
		£
Authorised:		
Ordinary shares of £1 each		<u>126,000</u>
	2008	2008
	No	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	100,551	<u>100,551</u>

100,551 ordinary shares of £1 each were issued in the period.

9 Profit and loss account		2008
		£
Loss for the period		(30,172)
		<u>(30,172)</u>
At 30 September 2008		<u>(30,172)</u>

10 Post balance sheet events

In the period since 30 September 2008 the directors' have continued to pursue further funding for the Company's building phase. A term loan of £70,000 repayable by monthly installment over ten years has been obtained from the Co-operative Bank, secured on the hydro plant. In addition a further offer of shares to existing members is planned.