

**Industrial and Provident Society
Society Number
IP30335R**

Torrs Hydro (New Mills) Ltd

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

Report and Accounts

30 September 2010

Torrs Hydro (New Mills) Ltd
Report and accounts
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Torrs Hydro (New Mills) Ltd
Society Information

Directors

Richard Body
Mary Cohen
Maggie Cole
Esther Dennis-Jones
Will Griffin
Paul Hopewell
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 year ended 30 September 2010.

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 society 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 society's principal activity during this period of trading was the production of electricity from a hydro-electric scheme.

Results of the period

The operating loss is caused by much lower than anticipated electricity generation due to exceptionally dry weather conditions. The income from our educational activities has grown, but unfortunately the income for maintaining the fish pass was not available.

The noise abatement order served in the previous year has been lifted with the restriction that the plant will automatically turn off when generation falls to 19KW until it can be shown that the noise is no longer a nuisance. This continues to result in a loss of power generation and a full solution is a priority for the next financial year.

Over the year, the plant has been much more reliable resulting in lower than budgeted maintenance costs.

Development and activities

The Society 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 year:

Richard Body
Simon Clayton (until 28th November 2009)
Mary Cohen
Maggie Cole
Esther Dennis-Jones
Will Griffin
Paul Hopewell (from 28th November 2009)
Lorrie Marchington (until 28th November 2009)
Sean Whewell

This report was approved by the board on 12 February 2011.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2010

	Notes	2010 £	2009 £
Income		23,743	22,434
Cost of sales		(1,100)	(600)
Gross profit		<u>22,643</u>	<u>21,834</u>
Total administrative expenses		(18,978)	(31,325)
Other operating income		-	44
Operating profit/(loss)	2	<u>3,665</u>	<u>(9,447)</u>
Interest receivable		11	4
Interest payable	3	(4,358)	(3,413)
Loss on ordinary activities before taxation		<u>(682)</u>	<u>(12,856)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year		<u><u>(682)</u></u>	<u><u>(12,856)</u></u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2010

	Notes	2010 £	2009 £
Fixed assets			
Tangible assets	4	260,661	272,468
Current assets			
Stocks		765	945
Debtors	5	8,756	13,735
Cash at bank and in hand		19,810	20,993
		<u>29,331</u>	<u>35,673</u>
Creditors: amounts falling due within one year	6	(16,158)	(24,463)
Net current assets		<u>13,173</u>	<u>11,210</u>
Total assets less current liabilities		<u>273,834</u>	<u>283,678</u>
Creditors: amounts falling due after one year	7	(53,057)	(58,471)
Deferred income	8	(138,686)	(142,434)
Net assets		<u>82,091</u>	<u>82,773</u>
Capital and reserves			
Called up share capital	9	125,801	125,801
Profit and loss account	10	(43,710)	(43,028)
Shareholders' funds		<u>82,091</u>	<u>82,773</u>

Approved by the board on 12 February 2011
and signed on its behalf by:

Richard Body
Secretary

Maggie Cole
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2010

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 April 2008).

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
Equipment	20% reducing balance

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.

Loan setup fees

The legal fees incurred due to the set up of the loan are being written off on a straight line basis over 10 years which is the life time of the loan.

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	2010	2009
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,125</u>	<u>7,271</u>
3 Interest payable	2010	2009
	£	£
Interest payable	<u>4,358</u>	<u>3,413</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2010

4 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2009	286,332	565	286,897
Adjustment	(4,928)	-	(4,928)
At 30 September 2010	<u>281,404</u>	<u>565</u>	<u>281,969</u>
Depreciation			
At 1 October 2009	14,316	113	14,429
Charge for the year	7,035	90	7,125
On adjustment	(246)	-	(246)
At 30 September 2010	<u>21,105</u>	<u>203</u>	<u>21,308</u>
Net book value			
At 30 September 2010	<u>260,299</u>	<u>362</u>	<u>260,661</u>
At 30 September 2009	<u>272,016</u>	<u>452</u>	<u>272,468</u>

5 Debtors

	2010 £	2009 £
Trade debtors	1,163	2,015
Other taxes and social security costs	7,593	11,720
	<u>8,756</u>	<u>13,735</u>

6 Creditors: amounts falling due within one year

	2010 £	2009 £
Bank loans and overdrafts	7,000	7,000
Trade creditors	8,014	15,575
Other taxes and social security costs	562	682
Other creditors	582	1,206
	<u>16,158</u>	<u>24,463</u>

7 Creditors: amounts falling due after one year

	2010 £	2009 £
Bank loans	53,057	58,471

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2010

8 Deferred Income	2010	2009
Deferred income	138,686	142,434
	£	£
Consisting of:		
Opening deferred income	142,434	146,182
Income released during the period	3,748	3,748
Deferred as at 30th September	<u>138,686</u>	<u>142,434</u>

9 Share capital	2010	2009
	£	£
Authorised:		
Ordinary shares of £1 each	<u>126,000</u>	<u>126,000</u>
	2010	2009
	No	No
Allotted, called up and fully paid:		
Ordinary shares of £1 each	125,801	125,801
	<u>125,801</u>	<u>125,801</u>

10 Profit and loss account	2010
	£
At 1 October	(43,028)
Loss for the year	(682)
At 30 September 2010	<u>(43,710)</u>

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2010

	2010	2009
	£	£
Income	23,743	22,434
Cost of sales	(1,100)	(600)
Gross profit	<u>22,643</u>	<u>21,834</u>
Administrative expenses	(18,978)	(31,325)
Other operating income	-	44
Operating profit/(loss)	<u>3,665</u>	<u>(9,447)</u>
Interest receivable	11	4
Interest payable	(4,358)	(3,413)
Loss before tax	<u>(682)</u>	<u>(12,856)</u>

Torr Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2010

	2010	2009
	£	£
Income		
Sales	8,356	8,843
Deferred income	3,748	3,748
ROCS	6,525	6,940
Fish Pass	-	1,500
Tours and education	1,015	1,072
Signage project	3,360	-
Donations	739	331
	<u>23,743</u>	<u>22,434</u>
Cost of sales		
Commissions payable	<u>1,100</u>	<u>600</u>
Volunteer expenses		
Volunteer training and welfare	85	111
Education	349	142
Motor expenses	-	42
	<u>434</u>	<u>295</u>
Premises costs:		
Landscaping	-	15,395
Rent	122	-
Rates	704	145
	<u>826</u>	<u>15,540</u>
General administrative expenses:		
Telephone and fax	53	8
Postage	74	130
Stationery and printing	23	101
Information and publications	-	150
Subscriptions	300	268
Insurance	4,743	3,135
Equipment expensed	-	124
Equipment hire	-	415
Repairs and maintenance	1,604	2,799
Signage project costs	2,999	-
Depreciation	6,879	7,271
Launch expenses	-	43
AGM costs	50	-
Sundry expenses	-	4
	<u>16,725</u>	<u>14,448</u>
Legal and professional costs:		
Consultancy fees	-	1,000
Advertising and PR	-	49
Other legal and professional	993	(7)
	<u>993</u>	<u>1,042</u>
	<u>18,978</u>	<u>31,325</u>
Other operating income		
Reimbursement of expenses	<u>-</u>	<u>44</u>