

**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 2012

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 (until 11th February 2012)
Sean Whewell

Secretary

Jan Szechi

Accountants

BoC Accounts
90 Market St
New Mills
High Peak
SK22 4AA

Registered office

90 Market St
New Mills
High Peak
SK22 4AA

Registered number

IP30335R

Torrs Hydro (New Mills) Ltd

Directors' Report

The directors present their report and accounts for the year ended 30 September 2012.

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 society. 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 profit reported is due to the exceptionally wet year New Mills has experienced. We generated 252 MWh in this financial period, which is more than the original estimate for the site. This has enabled us to start paying small grants to local community groups. The volunteers are getting better at dealing with operational issues so that we can return to generation quickly. The scheme continues to run subject to a restriction on generation only possibly over 19KW which impacts the power generation. After extensive evaluation the board decided that the proposed solution would be too expensive now and the smooth running of the scheme, as is, should be the highest priority. To this end, we shall be making a significant investment in the plant in the next year.

Development and activities

The Society is registered with the Financial Services Authority under the Industrial and Provident Societies Act 1965. The Society is a not for profit organisation and any surpluses held by the society 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
Mary Cohen
Maggie Cole
Esther Dennis-Jones
Will Griffin
Paul Hopewell (until 11th February 2012)
Sean Whewell

This report was approved by the board on 17 February 2013.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2012

	Notes	2012 £	2011 £
Income		31,695	12,124
Cost of sales		(840)	(1,493)
Gross profit		<u>30,855</u>	<u>10,631</u>
Total administrative expenses		(13,586)	(13,958)
Other operating income		2,993	3,337
Operating profit	2	<u>20,262</u>	<u>10</u>
Interest receivable		7	11
Interest payable	3	(3,430)	(3,782)
Donations given		(500)	-
Profit/(loss) on ordinary activities before taxation		<u>16,339</u>	<u>(3,761)</u>
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the financial year		<u><u>16,339</u></u>	<u><u>(3,761)</u></u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2012

	Notes	2012 £	2011 £
Fixed assets			
Tangible assets	4	246,461	253,554
Current assets			
Debtors	5	12,084	12,983
Cash at bank and in hand		25,432	9,564
		<u>37,516</u>	<u>22,547</u>
Creditors: amounts falling due within one year	6	(17,061)	(15,526)
Net current assets		<u>20,455</u>	<u>7,021</u>
Total assets less current liabilities		<u>266,916</u>	<u>260,575</u>
Creditors: amounts falling due after one year	7	(41,557)	(47,307)
Deferred income	8	(131,190)	(134,938)
Net assets		<u>94,169</u>	<u>78,330</u>
Capital and reserves			
Called up share capital	9	125,301	125,801
Profit and loss account	10	(31,132)	(47,471)
Shareholders' funds		<u>94,169</u>	<u>78,330</u>

Approved by the board on 17 February 2013
and signed on its behalf by:

Jan Szechi
Secretary

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2012

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	2012	2011
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,093</u>	<u>7,107</u>
3 Interest payable	2012	2011
	£	£
Interest payable	<u>3,430</u>	<u>3,782</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2012

4 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2011	281,404	565	281,969
At 30 September 2012	<u>281,404</u>	<u>565</u>	<u>281,969</u>
Depreciation			
At 1 October 2011	28,140	275	28,415
Charge for the year	7,035	58	7,093
At 30 September 2012	<u>35,175</u>	<u>333</u>	<u>35,508</u>
Net book value			
At 30 September 2012	<u>246,229</u>	<u>232</u>	<u>246,461</u>
At 30 September 2011	<u>253,264</u>	<u>290</u>	<u>253,554</u>

5 Debtors

	2012 £	2011 £
Trade debtors	112	-
Prepayments	9,254	9,913
Other taxes and social security costs	-	1,343
Other debtors	2,718	1,727
	<u>12,084</u>	<u>12,983</u>

6 Creditors: amounts falling due within one year

	2012 £	2011 £
Bank loans and overdrafts	6,649	7,000
Trade creditors	7,898	7,910
Other taxes and social security costs	2,172	-
Other creditors	342	616
	<u>17,061</u>	<u>15,526</u>

7 Creditors: amounts falling due after one year

	2012 £	2011 £
Bank loans	41,557	47,307

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2012

8 Deferred Income			2012	2011
Deferred income			131,190	134,938
			£	£
Consisting of:				
Opening deferred income			134,938	138,686
Income released during the period			3,748	3,748
Deferred as at 30th September			<u>131,190</u>	<u>134,938</u>
9 Share capital			2012	2011
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>126,000</u>
	2012	2011	2012	2011
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	125,301	125,801	<u>125,301</u>	<u>125,801</u>
Share movement			£	
At 1 October 2011			125,801	
Shares issued			750	
Shares redeemed			(1,250)	
At 30 September 2012			<u>125,301</u>	
10 Profit and loss account			2012	
			£	
At 1 October			(47,471)	
Profit for the year			16,339	
At 30 September 2012			<u>(31,132)</u>	

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2012

	2012	2011
	£	£
Income	31,695	12,124
Cost of sales	(840)	(1,493)
Gross profit	<u>30,855</u>	<u>10,631</u>
Administrative expenses	(13,586)	(13,958)
Other operating income	2,993	3,337
Operating profit	<u>20,262</u>	<u>10</u>
Interest receivable	7	11
Interest payable	(3,430)	(3,782)
Donations given	(500)	-
Profit/(loss) before tax	<u>16,339</u>	<u>(3,761)</u>

Torr's Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2012

	2012	2011
	£	£
Income		
Sales	14,383	4,208
Deferred income	3,748	3,748
ROCS	10,918	3,285
LECS	248	-
Fish Pass	1,800	-
Tours and education	-	75
Expenses reimbursed	48	-
Donations	550	808
	<u>31,695</u>	<u>12,124</u>
Cost of sales		
Commissions payable	840	1,400
Education	-	93
	<u>840</u>	<u>1,493</u>
Volunteer expenses		
Volunteer training and welfare	10	40
Travel and subsistence	48	2
	<u>58</u>	<u>42</u>
Premises costs:		
Rent	600	598
Rates	-	(337)
	<u>600</u>	<u>261</u>
General administrative expenses:		
Telephone and fax	33	10
Postage	30	2
Stationery and printing	1	-
Subscriptions	329	306
Insurance	3,830	3,632
Equipment expensed	13	72
Repairs and maintenance	554	1,490
Depreciation	7,093	7,107
AGM costs	170	142
Sundry expenses	-	19
	<u>12,053</u>	<u>12,780</u>
Legal and professional costs:		
Other legal and professional	875	875
	<u>875</u>	<u>875</u>
	<u>13,586</u>	<u>13,958</u>
Other operating income		
Insurance	<u>2,993</u>	<u>3,337</u>