

Fernant Micro Hydro Company Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 28 February 2018

Fernant Micro Hydro Company Limited

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Fernant Micro Hydro Company Limited

Company Information

Directors Mr S V Jefferies
Mrs C M Jefferies

Registered office The Exchange
Fiveways
Temple Street
Llandrindod Wells
Powys
LD1 5HG

Accountants Mitchell Meredith Limited
Chartered Accountants
The Exchange
Fiveways
Temple Street
Llandrindod Wells
Powys
LD1 5HG

Fernant Micro Hydro Company Limited**(Registration number: 08393031)****Balance Sheet as at 28 February 2018**

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	3	136,942	144,182
Current assets			
Debtors	4	7,342	7,294
Cash at bank and in hand		15,896	8,873
		23,238	16,167
Creditors: Amounts falling due within one year	5	(87,481)	(87,572)
Net current liabilities		(64,243)	(71,405)
Total assets less current liabilities		72,699	72,777
Creditors: Amounts falling due after more than one year	5	(46,942)	(54,501)
Provisions for liabilities		(5,229)	(3,919)
Net assets		20,528	14,357
Capital and reserves			
Called up share capital		4	4
Profit and loss account		20,524	14,353
Total equity		20,528	14,357

The notes on pages [4](#) to [8](#) form an integral part of these financial statements.

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Fernant Micro Hydro Company Limited

(Registration number: 08393031)

Balance Sheet as at 28 February 2018

For the financial year ending 28 February 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 20 November 2018 and signed on its behalf by:

.....

Mr S V Jefferies
Director

The notes on pages [4](#) to [8](#) form an integral part of these financial statements.
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Fernant Micro Hydro Company Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Exchange
Fiveways
Temple Street
Llandrindod Wells
Powys
LD1 5HG
UK

The principal place of business is:

Ynyswye
Erwood
Builth Wells
Powys
LD2 3YT
UK

These financial statements were authorised for issue by the Board on 20 November 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

At the balance sheet date the company had net current liabilities of £64,243. However, included in creditors are directors loans of £70,069 which the directors have indicated will not be withdrawn or repaid until sufficient funds are available to do so. In addition the directors are aware of the turnover and margins that the company needs to achieve in order to make the company profitable and they believe these targets can be met. The directors review realistic objectives at regular intervals and based on this periodic review, the company's plans and the continued support of the directors, they consider it appropriate to prepare the financial statements on the going concern basis.

Fernant Micro Hydro Company Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	5% on cost
Office equipment	25% on cost
Other tangible fixed assets	5% on cost

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised at the transaction price. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price.

Fernant Micro Hydro Company Limited

Notes to the Financial Statements for the Year Ended 28 February 2018

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fernant Micro Hydro Company Limited**Notes to the Financial Statements for the Year Ended 28 February 2018****3 Tangible assets**

	Land and buildings £	Office equipment £	Other tangible assets £	Total £
Cost or valuation				
At 1 March 2017	9,651	292	149,956	159,899
At 28 February 2018	9,651	292	149,956	159,899
Depreciation				
At 1 March 2017	945	152	14,620	15,717
Charge for the year	437	35	6,768	7,240
At 28 February 2018	1,382	187	21,388	22,957
Carrying amount				
At 28 February 2018	8,269	105	128,568	136,942
At 28 February 2017	8,706	140	135,336	144,182

4 Debtors

	2018 £	2017 £
Trade debtors	7,342	7,294
	7,342	7,294

5 Creditors**Creditors: amounts falling due within one year**

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	6	16,534	16,551
Trade creditors		6	139
Directors' current account		70,069	69,696
Taxation and social security		275	561
Other creditors		597	625
		87,481	87,572
Due after one year			
Loans and borrowings	6	46,942	54,501

Fernant Micro Hydro Company Limited**Notes to the Financial Statements for the Year Ended 28 February 2018****Creditors: amounts falling due after more than one year**

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	6	46,942	54,501

6 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	46,942	54,501

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	7,268	7,286
Other borrowings	9,266	9,265
	16,534	16,551