

Annual Return (AR30) form

Section 1 – About this form

An Annual Return must be completed by all societies registered under the Co-operative and Community Benefit Societies Act 2014 ('the Act') (including any societies previously registered under the Industrial and Provident Societies Act 1965) or the Co-operative and Community Benefit Societies Act (Northern Ireland) 1969 ('the Act') (including any societies previously registered under the Industrial and Provident Societies Act 1969). The Annual Return must include:

- this form;
- a set of the society's accounts; and
- where required, an audit report or report on the accounts.

A society must submit the Annual Return within 7 months of the end of the society's financial year. Failure to submit on time is a prosecutable offence.

Please note that this form, including any details provided on the form, will be made available to the public through the Mutuels Public Register
<https://mutuals.fca.org.uk>.

For guidance on our registration function for societies under the Co-operative and Community Benefit Societies Act 2014, which includes guidance on the requirement to submit an Annual Return, please see here:
<https://www.fca.org.uk/publication/finalised-guidance/fg15-12.pdf>

Section 2 – About this application

Society name	Meadow Blue Community Energy Ltd
Register number	7099
Registered address	2 Station Street, Lewes, East Sussex
Postcode	BN7 2DA

2.1 What date did the financial year covered by these accounts end?

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Section 3 – People

3.1 Please provide the names of the people who were directors of the society during the financial year this return covers. Some societies use the term 'committee member' or 'trustee' instead of 'director'. For ease of reference, we use 'director' throughout this form.

Name of director	Month and year of birth	
Roger Michael James Marshall	August	1948
Christopher Charles Rowland	September	1963
Nicholas Rouse	September	1946
David Barton	November	1956
Julia Waterlow	January	1956
John Eric Parkinson	January	1956

Continue on to a separate sheet if necessary.

3.2 All directors must be 16 or older. Please confirm this is this case:

All directors are aged 16 or over ☒

3.3 Societies are within the scope of the Company Directors Disqualification Act 1986 (CDDA). Please confirm that no director is disqualified under that Act:

No director is disqualified ☒

3.4 Please state any close links which any of the directors has with any society, company or authority. 'Close links' includes any directorships or senior positions held by directors of the society in other organisations.

Christopher Rowland is a director of Merston Renewable Energy CIC; Ouse Valley Energy Services CIC Ltd (OVESCO); Eastry Energy Ltd; Community Energy South; Barcombe Energy CBS (dormant) and Trustee at Warming Communities.

Nick Rouse is a director of Ouse Valley Energy Services Ltd and Ouse Valley Energy Services CIC and Eastry Energy Ltd.

Dave Barton is director of Merston Renewable Energy CIC.

Julia Waterlow is director of Merston Renewable Energy CIC and Maltings Barn (Lewes) Management Co Ltd.

Merston Renewable Energy CIC is a wholly owned subsidiary of Meadow Blue Community Energy Ltd.

3.5 Please provide the name of the person who was secretary at the end of the financial year this return covers. Societies must have a secretary.

Name of secretary	Month and year of birth	
Nicholas Rouse	September	1946

Section 4 – Financial information

4.1 Please confirm that:

- accounts are being submitted with this form ☒
- the accounts comply with relevant statutory and accounting requirements ☒
- the accounts are signed by two members and the secretary (3 signatures in total) ☒

4.2 Based on the accounts, please provide the information requested below for the financial year covered by this return.

Number of members	194
Turnover	711,450
Assets	6,187,238
Number of employees (if any)	0
Share capital	1,343,086
Highest rate of interest paid on shares (if any)	2.5%

4.3 What Standard Industrial Classification code best describes the society's main business? Where more than one code applies, please select the code that you feel best describes the society's main business activity. You will find a full list of codes here: <http://resources.companieshouse.gov.uk/sic/>

35110

Section 5 – Audit

Societies are required to appoint an auditor to audited unless they are small or have disapplied this requirement. For further guidance see chapter 7 of our guidance: <https://www.fca.org.uk/publication/finalised-guidance/fq15-12.pdf>

5.1 Please select the audit option the society has complied with:

- Full professional audit ☒
- Auditor's report on the accounts ☐
- Lay audit ☐
- No audit ☐

5.2 Please confirm the audit option used by the society is compliant with the society's own rules and the Act

We have complied with the audit requirements ☒

5.3 Please confirm any audit report (where required) is being submitted with this Annual Return

Yes ☒

Not applicable ☐

The information below impacts the level of audit required of the society's accounts. Please provide answers to the following questions.

5.4 Is this society accepted by HM Revenue and Customs (HMRC) as a charity for tax purposes?

Yes ☐

No ☒

5.5 If the society is registered with the Office of the Scottish Charity Regulator (OSCR) please provide your OSCR registration number.

Not applicable ☒

OSCR number:	
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5.6 Is the society a housing association?

No ☒ Go to **section 6**

Yes ☐ Go to question **5.7**

5.7 Please confirm which housing regulator you are registered with, and provide the registration number they have given you:

		Registration number
Homes and Communities Agency	<input type="checkbox"/>	

Scottish Housing Regulator	<input type="checkbox"/>	
The Welsh Ministers	<input type="checkbox"/>	
Department for Communities (Northern Ireland)	<input type="checkbox"/>	

Section 6 – Subsidiaries

6.1 Is the society a subsidiary of another society?

Yes ☐

No ☒

6.2 Does the society have one or more subsidiaries? (As defined in sections 100 and 101 of the Act)

Yes ☒ Continue to question 6.3

No ☐ Continue to Section 7

6.3 If the society has subsidiaries, please provide the names of them below (or attach an additional sheet)

Registration Number	Name
09631133	Merston Renewable Energy CIC

6.4 Please provide below (or on a separate sheet) the names of subsidiaries not dealt with in group accounts (if any) and reasons for exclusions: (the society must have written authority from us to exclude a subsidiary from group accounts)

Registration Number	Name	Reason for exclusion

Section 7– Condition for registration

All societies are registered meeting one of two conditions for registration. These are that the society is either:

- a bona fide co-operative society ('co-operative society'); **or**
- are conducting business for the benefit of the community ('community benefit society').

A society must answer the questions set out in either Section 7A or Section 7B of this form, depending on which condition of registration it meets.

If you are not sure which condition for registration applies to the society please see chapters 4 and 5 of our guidance:

<https://www.fca.org.uk/publication/finalised-guidance/fg15-12.pdf>

Section 7A - Co-operative societies

Co-operative societies must answer the following questions in relation to the financial year covered by this return.

7A.1 What is the business of the society? For example, did you provide housing, manufacture goods, develop IT systems etc.

7A.2 Please describe the members' common economic, social and cultural needs and aspirations. In answering this question, please make sure it is clear what needs and aspirations members had in common.

7A.3 How did the society's business meet those needs and aspirations?

You have described the society's business answer to question 7A.1, and in question 7A.2 you have described the common needs and aspirations of members. Please now describe how during the year that business met those common needs and aspirations.

7A.4 How did members democratically control the society? For example, did the members elect a board at an annual general meeting; did all members collectively run the society.

7A.5 What did the society do with any surplus or profit? For instance, did you pay a dividend to members (and if so, on what basis); did money get reinvested in the business; put into reserves; used for some other purpose?

Section 7B - Community benefit societies

Community benefit societies must answer the following questions in relation to the financial year covered by this return.

7B.1 What is the business of the society? For example, did you provide social housing, run an amateur sports club etc.

Meadow Blue Community Energy Ltd was set up in 2015 to build and run a community owned solar array to reduce our impact on climate change, reduce emissions of Carbon Dioxide and other pollutants, and generate funds and activities to benefit the local Sussex community in accordance with Society's objects.

7B.2 Please describe the benefits to the community the society delivered? Here we are looking to see *what* the benefits to the community were. Community can be said to be the community at large. For example, did you relieve poverty or homelessness through the provision of social housing.

Our community solar farm has generated nearly 6,000,000 kilowatt hours of low carbon electricity, equivalent to the annual consumption of 2,000 homes.

The Society did not generate a surplus in the year but intends to use future surpluses to support community projects in the Sussex communities of the Bognor Regis conurbation, Chichester and the surrounding area.

The Society hosted University of Surrey Masters students to its community solar farm and a West Sussex County Council installation at Westhampnett. This is the third year of our collaboration with the University.

7B.3 Please describe how the society's business delivered these benefits? The business of the society must be conducted for the benefit of the

community. Please describe *how* the society's business (as described in answer to question 7B.1) provided benefit to the community.

Community activities were managed by the Society's board of volunteer directors. The Society did not generate a surplus in the year but intends to use future surpluses to support community projects in the Sussex communities of the Bognor Regis conurbation, Chichester and the surrounding area.

7B.4 Did the society work with a specific community, and if so, please describe it here? For instance, were the society's activities confined to a specific location; or to a specific group of people? Please note that in serving the needs of any defined community, the society should not inhibit the benefit to the community at large.

The Society serves the Sussex communities of the Bognor Regis conurbation, Chichester and the surrounding area. The Society serves the community at large through reducing carbon emissions through low carbon electricity generation.

7B.5 What did the society do with any surplus or profit? For instance, did you donate the money; did money get reinvested in the business; put into reserves; used for some other purpose?


The Society did not generate any surpluses in the year.

7B.6 Please state any significant commercial arrangements that the society has, or had, with any other organisation that could create, or be perceived as creating, a conflict of interest. Please tell us how you ensured that any such conflict of interest did not prevent the society from acting for the benefit of the community.

The Society is managed under service contracts with OVESCO and Communities for Renewables CIC. The contracts are at market rate and the providers selected through a competitive tender process.

Section 8– Declaration

The secretary of the society must complete this section.

Name	Nicholas Rouse
My signature below confirms that the information in this form is accurate to the best of my knowledge	
Signature	
Position	Secretary
Date	4/3/20

Section 9 – Submitting this form

Please submit a signed, scanned version of this form along with your accounts and any auditor's report by email to: mutualsannrtns@fca.org.uk.

Or you can post the form to:

Mutual Societies
Financial Conduct Authority
12 Endeavour Square
London
E20 1JN

This form is available on the Mutuals Society Portal:

<https://societyportal.fca.org.uk>

Report of the Directors and
Consolidated Financial Statements for the Year Ended 30 June 2019
for
Meadow Blue Community Energy Ltd

Contents of the Consolidated Financial Statements
for the Year Ended 30 June 2019

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Meadow Blue Community Energy Ltd

Company Information
for the Year Ended 30 June 2019

DIRECTORS:

Christopher Charles Rowland
Julia Chantal Waterlow
David Barton
Nicholas Rouse
Roger Marshall
Jonathan Parkinson

REGISTERED OFFICE:

2 Station Street
Lewes
Sussex
BN7 2DA

REGISTERED NUMBER:

R7099 (England and Wales)

AUDITORS:

Griffin
Statutory Auditors
165 High Street
Honiton
Devon
EX14 1LQ

Report of the Directors
for the Year Ended 30 June 2019

The directors present their report with the financial statements of the company and the group for the year ended 30 June 2019.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2018 to the date of this report.

Christopher Charles Rowland
Julia Chantal Waterlow
David Barton
Nicholas Rouse
Roger Marshall
Jonathan Parkinson

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Griffin, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Meadow Blue Community Energy Ltd

Report of the Directors
for the Year Ended 30 June 2019

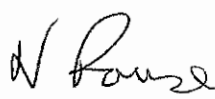
This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:


.....
Roger Marshall - Director

Date: 27 November 2019


CHRISTOPHER C. ROWLAND


NICHOLAS ROUSE - COMPANY SECRETARY.

Report of the Independent Auditors to the Members of
Meadow Blue Community Energy Ltd

Opinion

We have audited the financial statements of Meadow Blue Community Energy Ltd (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 June 2019 which comprise the Consolidated Income Statement, Consolidated Balance Sheet, Company Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 June 2019 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of
Meadow Blue Community Energy Ltd

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Group Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements


Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Report of the Independent Auditors to the Members of
Meadow Blue Community Energy Ltd

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Misty Nickells FCA (Senior Statutory Auditor)
for and on behalf of Griffin
Statutory Auditors
165 High Street
Honiton
Devon
EX14 1LQ

Date: 2 December 2019

Meadow Blue Community Energy Ltd

Consolidated Income Statement
for the Year Ended 30 June 2019

	Notes	30.6.19 £	30.6.18 £
TURNOVER		711,450	643,763
Cost of sales		99,304	100,893
GROSS PROFIT		612,146	542,870
Administrative expenses		361,411	323,807
OPERATING PROFIT	4	250,735	219,063
Interest receivable and similar income		1,817	138
		252,552	219,201
Interest payable and similar expenses	5	282,136	335,426
LOSS BEFORE TAXATION		(29,584)	(116,225)
Tax on loss		-	-
LOSS FOR THE FINANCIAL YEAR		(29,584)	(116,225)
Loss attributable to: Owners of the parent		(29,584)	(116,225)

The notes form part of these financial statements

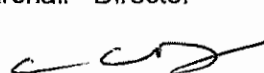
Consolidated Balance Sheet
30 June 2019

	Notes	30.6.19 £	30.6.18 £
FIXED ASSETS			
Tangible assets	7	5,578,869	5,848,128
Investments	8	-	-
		<u>5,578,869</u>	<u>5,848,128</u>
CURRENT ASSETS			
Debtors	9	191,947	293,941
Cash in hand		416,422	316,517
		<u>608,369</u>	<u>610,458</u>
CREDITORS			
Amounts falling due within one year	10	670,534	344,608
NET CURRENT (LIABILITIES)/ASSETS		<u>(62,165)</u>	<u>265,850</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,516,704</u>	<u>6,113,978</u>
CREDITORS			
Amounts falling due after more than one year	11	4,343,638	4,911,328
NET ASSETS		<u><u>1,173,066</u></u>	<u><u>1,202,650</u></u>
CAPITAL AND RESERVES			
Called up share capital	13	1,343,086	1,343,086
Retained earnings		(170,020)	(140,436)
SHAREHOLDERS' FUNDS		<u><u>1,173,066</u></u>	<u><u>1,202,650</u></u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on and were signed on its behalf by:

.....
Roger Marshall - Director



CHRISTOPHER C. ROWLAND



NICHOLAS ROUSE COMPANY SECRETARY

The notes form part of these financial statements

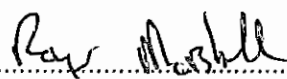
Meadow Blue Community Energy Ltd (Registered number: R7099)

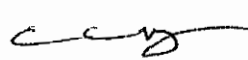
Company Balance Sheet
30 June 2019


	Notes	30.6.19 £	30.6.18 £
FIXED ASSETS			
Tangible assets	7	-	-
Investments	8	1,732,088	1,732,088
		<u>1,732,088</u>	<u>1,732,088</u>
CURRENT ASSETS			
Debtors	9	8,386	24,470
Cash in hand		13,195	9,839
		<u>21,581</u>	<u>34,309</u>
CREDITORS			
Amounts falling due within one year	10	632,702	201,980
		<u>632,702</u>	<u>201,980</u>
NET CURRENT LIABILITIES		<u>(611,121)</u>	<u>(167,671)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,120,967</u>	<u>1,564,417</u>
CREDITORS			
Amounts falling due after more than one year	11	-	368,000
		<u>-</u>	<u>368,000</u>
NET ASSETS		<u><u>1,120,967</u></u>	<u><u>1,196,417</u></u>
CAPITAL AND RESERVES			
Called up share capital	13	1,343,086	1,343,086
Retained earnings		(222,119)	(146,669)
		<u>1,120,967</u>	<u>1,196,417</u>
SHAREHOLDERS' FUNDS		<u><u>1,120,967</u></u>	<u><u>1,196,417</u></u>
Company's loss for the financial year		<u>(75,450)</u>	<u>(101,386)</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 27 November 2019 and were signed on its behalf by:


.....
Roger Marshall - Director

 CHRISTOPHER C. ROWLAND
DIRECTOR

 NICHOLAS ROUSE
COMPANY SECRETARY

The notes form part of these financial statements

Notes to the Consolidated Financial Statements
for the Year Ended 30 June 2019

1. STATUTORY INFORMATION

Meadow Blue Community Energy Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 10% on cost and 4% on cost

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2019

2. ACCOUNTING POLICIES - continued

Borrowing

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.

Change of accounting estimate

The estimate of useful economic life with reference to inverters has been updated to straight line over 10 years rather than straight line over 25 years. This is to better reflect the useful economic life of these assets. The net book value of these assets at the start of the year will be depreciated on a straight line basis over the remainder of the asset's useful life.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2018 - NIL).

4. OPERATING PROFIT

The operating profit is stated after charging:

	30.6.19	30.6.18
	£	£
Depreciation - owned assets	269,259	254,160

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	30.6.19	30.6.18
	£	£
Bank loan interest	181,679	153,693
Interest on shareholder loans	17,340	28,140
Interest payable on shares	32,023	37,191
Loan	51,094	116,402
	282,136	335,426

6. INDIVIDUAL INCOME STATEMENT

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2019

7. TANGIBLE FIXED ASSETS

Group

	Plant and machinery £
COST	
At 1 July 2018 and 30 June 2019	6,356,448
DEPRECIATION	
At 1 July 2018	508,320
Charge for year	269,259
At 30 June 2019	777,579
NET BOOK VALUE	
At 30 June 2019	5,578,869
At 30 June 2018	5,848,128

8. FIXED ASSET INVESTMENTS

Company

	Interest in subsidiary £
COST	
At 1 July 2018 and 30 June 2019	1,732,088
NET BOOK VALUE	
At 30 June 2019	1,732,088
At 30 June 2018	1,732,088

Meadow Blue Community Energy Ltd

Notes to the Consolidated Financial Statements - continued for the Year Ended 30 June 2019

8. FIXED ASSET INVESTMENTS - continued

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiary

Merston Renewable Energy CIC

Registered office: The Hub, 2 Station Street, Lewes, BN7 2DA

Nature of business: Energy Generation

Class of shares:	% holding	30.6.19	30.6.18
1	100.00	£	£
Aggregate capital and reserves		1,756,427	1,738,321
Profit/(loss) for the year		18,106	(14,839)

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	30.6.19	30.6.18	30.6.19	30.6.18
	£	£	£	£
Trade debtors	140,521	77,483	-	-
Other debtors	51,426	216,458	8,386	24,470
	<u>191,947</u>	<u>293,941</u>	<u>8,386</u>	<u>24,470</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	30.6.19	30.6.18	30.6.19	30.6.18
	£	£	£	£
Bank loans and overdrafts	159,441	164,861	-	20,000
Trade creditors	6,924	29,499	4,038	28,020
Amounts owed to group undertakings	-	-	204,102	117,674
Taxation and social security	4,220	-	-	-
Other creditors	499,949	150,248	424,562	36,286
	<u>670,534</u>	<u>344,608</u>	<u>632,702</u>	<u>201,980</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2019

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	30.6.19	30.6.18	30.6.19	30.6.18
	£	£	£	£
Bank loans	3,843,638	3,043,328	-	-
Other creditors	500,000	1,868,000	-	368,000
	<u>4,343,638</u>	<u>4,911,328</u>	<u>-</u>	<u>368,000</u>

Amounts falling due in more than five years:

	Group	
	30.6.19	30.6.18
	£	£
Repayable by instalments		
Bank loans - 5 years or more	3,102,837	-
	<u>3,102,837</u>	<u>-</u>

12. SECURED DEBTS

The following secured debts are included within creditors:

	Group	
	30.6.19	30.6.18
	£	£
Bank loans	<u>4,003,079</u>	<u>3,208,189</u>

The bank borrowings are secured by fixed and floating charges over the group's assets.

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			30.6.19	30.6.18
Number:	Class:	Nominal value:	£	£
1,343,086	Ordinary	£1	<u>1,343,086</u>	<u>1,343,086</u>

Meadow Blue Community Energy Ltd

Consolidated Trading and Profit and Loss Account
for the Year Ended 30 June 2019

	30.6.19		30.6.18	
	£	£	£	£
Turnover				
Feed in tariff	399,515		354,850	
Energy export income	311,935		288,613	
Grant Income	-		300	
	<hr/>	711,450	<hr/>	643,763
Cost of sales				
Other direct costs	7,223		5,899	
Site security and maintenance	36,717		35,976	
Rent	40,451		39,134	
Rates	14,913		19,884	
	<hr/>	99,304	<hr/>	100,893
GROSS PROFIT		612,146		542,870
Other income				
Deposit account interest		1,817		138
		<hr/>		<hr/>
		613,963		543,008
Expenditure				
Insurance	6,772		11,096	
Travelling	92		-	
Licences and insurance	2,625		-	
Management charges payable	33,192		32,000	
Sundry expenses	1,920		291	
Subscriptions	872		727	
Legal fees	18,730		7,067	
Auditors' remuneration	5,400		3,000	
Amortisation of intangible fixed assets	12,311		-	
Depreciation of tangible fixed assets				
Plant and machinery	269,259		254,160	
Community Benefit Payments	6,990		12,194	
	<hr/>	358,163	<hr/>	320,535
Carried forward		255,800		222,473

This page does not form part of the statutory financial statements

Meadow Blue Community Energy Ltd

Consolidated Trading and Profit and Loss Account
for the Year Ended 30 June 2019

	30.6.19		30.6.18	
	£	£	£	£
Brought forward		255,800		222,473
Finance costs				
Bank charges	3,248		3,272	
Bank loan interest	181,679		153,693	
Interest on shareholder loans	17,340		28,140	
Interest payable on shares	32,023		37,191	
Loan	51,094		116,402	
		<u>285,384</u>		<u>338,698</u>
NET LOSS		<u>(29,584)</u>		<u>(116,225)</u>

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