



Alexander Sloan

Accountants and Financial Advisers

CHA Power Limited
Annual Report and Financial Statements
Year Ended 31 March 2017
Registration number: SC284497

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CHA Power Limited

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CHA Power Limited

Company Information

Directors	Neil Crilley John P Hillhouse Chris Morgan
Company secretary	John P Hillhouse
Registered office	77-83 Kilbowie Road Clydebank Glasgow G81 1BL
Auditors	Alexander Sloan 38 Cadogan Street Glasgow G2 7HF

CHA Power Limited

Directors' Report for the Year Ended 31 March 2017

The directors present their report and the financial statements for the year ended 31 March 2017.

Directors of the company

The directors who held office during the year were as follows:

Neil Crilley

John P Hillhouse - Company secretary and director

Chris Morgan

Principal activity

The principal activity of the company is that of generating and supplying electricity and heat.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.


Reappointment of auditors

The auditors Alexander Sloan are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Small companies provision statement

This report has 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.

Approved by the Board on 20 June 2017 and signed on its behalf by:


.....
Chris Morgan
Director

CHA Power Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with both the Companies Act 2006 and with FRS 102 The Financial Reporting Standard applicable in the UK & republic of Ireland. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CHA Power Limited

Independent Auditor's Report to the Members of CHA Power Limited

We have audited the financial statements of CHA Power Limited for the year ended 31 March 2017, set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 an auditor's report 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.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors to the financial statements, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)".

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

CHA Power Limited

Independent Auditor's Report to the Members of CHA Power Limited

Opinion on other matter 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

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

Matters on which we are required to report by exception

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 in preparing the Directors' Report.



Allison Devine (Senior Statutory Auditor)

For and on behalf of Alexander Sloan, Statutory Auditor

38 Cadogan Street
Glasgow
G2 7HF

20 June 2017

CHA Power Limited

Profit and Loss Account for the Year Ended 31 March 2017

	Note	Total 31 March 2017 £	Total 31 March 2016 £
Turnover		276,776	240,346
Cost of sales		<u>(224,267)</u>	<u>(198,523)</u>
Gross profit		52,509	41,823
Administrative expenses		<u>(25,728)</u>	<u>(25,859)</u>
Operating profit		26,781	15,964
Other interest receivable and similar income		<u>2,694</u>	<u>3,115</u>
Profit before tax		29,475	19,079
Taxation		<u>(539)</u>	<u>(623)</u>
Profit for the financial year		<u><u>28,936</u></u>	<u><u>18,456</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 10 to 13 form an integral part of these financial statements.

CHA Power Limited

Statement of Comprehensive Income for the Year Ended 31 March 2017

	Note	2017 £	2016 £
Profit for the year		<u>28,936</u>	<u>18,456</u>
Total comprehensive income for the year		<u><u>28,936</u></u>	<u><u>18,456</u></u>

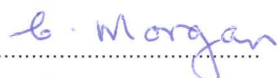
CHA Power Limited

(Registration number: SC284497)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Current assets			
Debtors	5	31,685	43,529
Cash at bank and in hand		<u>400,402</u>	<u>285,097</u>
		432,087	328,626
Creditors: Amounts falling due within one year	6	<u>(110,061)</u>	<u>(35,536)</u>
Net assets		<u>322,026</u>	<u>293,090</u>
Capital and reserves			
Called up share capital		2,328,850	2,328,850
Other reserves		39,138	14,138
Profit and loss account		<u>(2,045,962)</u>	<u>(2,049,898)</u>
Total equity		<u>322,026</u>	<u>293,090</u>

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.

Approved and authorised by the Board on 20 June 2017 and signed on its behalf by:



Chris Morgan
Director

CHA Power Limited

Statement of Changes in Equity for the Year Ended 31 March 2017

	Share capital £	Other reserves £	Profit and loss account £	Total £
At 1 April 2016	2,328,850	14,138	(2,049,898)	293,090
Profit for the year	-	-	28,936	28,936
Total comprehensive income	-	-	28,936	28,936
Other capital redemption reserve movements	-	25,000	(25,000)	-
At 31 March 2017	2,328,850	39,138	(2,045,962)	322,026
	Share capital £	Other reserves £	Profit and loss account £	Total £
At 1 April 2015	2,328,850	4,138	(2,058,354)	274,634
Profit for the year	-	-	18,456	18,456
Total comprehensive income	-	-	18,456	18,456
Other capital redemption reserve movements	-	10,000	(10,000)	-
At 31 March 2016	2,328,850	14,138	(2,049,898)	293,090

Other reserves relate to funds set aside to pay for future repairs to the generator. During the year, the Directors decided to set aside a further £25,000 to this reserve.

CHA Power Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

77-83 Kilbowie Road

Clydebank

Glasgow

G81 1BL

These financial statements were authorised for issue by the Board on 20 June 2017.

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the 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 current 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.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

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.

CHA Power Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

Trade debtors

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

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. 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.

Trade creditors

Trade creditors are obligations to pay for 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 initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Auditors' remuneration

	2017 £	2016 £
Audit of the financial statements	<u>2,750</u>	<u>4,130</u>

CHA Power Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

4 Tangible assets

	Plant and equipment £	Total £
Cost or valuation		
At 1 April 2016	<u>1,982,000</u>	<u>1,982,000</u>
At 31 March 2017	<u>1,982,000</u>	<u>1,982,000</u>
Depreciation		
At 1 April 2016	<u>1,982,000</u>	<u>1,982,000</u>
At 31 March 2017	<u>1,982,000</u>	<u>1,982,000</u>
Carrying amount		
At 31 March 2017	<u><u>-</u></u>	<u><u>-</u></u>

5 Debtors

	2017 £	2016 £
Trade debtors	6,716	8,546
Other debtors	<u>24,969</u>	<u>34,983</u>
Total current trade and other debtors	<u><u>31,685</u></u>	<u><u>43,529</u></u>

CHA Power Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

6 Creditors

	Note	2017 £	2016 £
Due within one year			
Trade creditors		70,728	-
Other creditors		38,794	34,913
Corporation tax		539	623
		<u>110,061</u>	<u>35,536</u>

7 Related party transactions

Summary of transactions with parent

CHA Power Ltd is a wholly owned subsidiary of Clydebank Housing Association Ltd. During the year Clydebank Housing Association Ltd charged CHA Power Ltd £11,800 (2016 - £11,800) in respect of management fees. At the year end, CHA Power Ltd owed Clydebank Housing Association £nil (2016 - £50). No interest was due and there were no fixed repayment terms.

No other transactions with related parties were undertaken.

8 Parent and ultimate parent undertaking

The company is controlled by Clydebank Housing Association Ltd. The company is a wholly owned subsidiary of Clydebank Housing Association Ltd. Clydebank Housing Association Ltd is an Industrial and Provident Society registered with the Financial Conduct Authority (Reg No 2191 R(S)). The ultimate controlling party is the same as the controlling party.

9 Transition to FRS 102

Financial Reporting Standard 102 has been applied in the preparation of the accounts for the first time this year. There has been no change to the prior year figures as a result of the application of this financial reporting standard. There has been no change to the previously reported deficit or closing reserves.

CHA Power Limited

Detailed Profit and Loss Account for the Year Ended 31 March 2017

	2017 £	2016 £
Turnover (analysed below)	276,776	240,346
Cost of sales (analysed below)	<u>(224,267)</u>	<u>(198,523)</u>
Gross profit	52,509	41,823
Gross profit (%)	18.97%	17.4%
Administrative expenses		
General administrative expenses (analysed below)	<u>(25,728)</u>	<u>(25,859)</u>
Operating profit	26,781	15,964
Other interest receivable and similar income (analysed below)	<u>2,694</u>	<u>3,115</u>
Profit before tax	<u><u>29,475</u></u>	<u><u>19,079</u></u>

CHA Power Limited

Detailed Profit and Loss Account for the Year Ended 31 March 2017

	2017 £	2016 £
Turnover		
Heat and Hot Water	207,546	198,484
Electricity	69,230	41,862
	<u>276,776</u>	<u>240,346</u>
Cost of sales		
Gas	192,256	173,560
Water rates	1,710	1,765
Light, heat and power	1,461	4,247
Insurance	2,000	2,000
Generator maintenance	26,840	16,951
	<u>224,267</u>	<u>198,523</u>
General administrative expenses		
Printing, postage and stationery	(135)	(527)
General expenses	(256)	(316)
CHA management fees	(11,800)	(11,800)
Auditor's remuneration - The audit of the company's annual accounts	(2,750)	(4,130)
CES management fees	(5,400)	(5,400)
Legal and professional fees	-	(40)
Bad debts written off	(2,296)	(721)
Bank charges	(3,091)	(2,925)
	<u>(25,728)</u>	<u>(25,859)</u>
Other interest receivable and similar income		
Bank interest receivable	<u>2,694</u>	<u>3,115</u>

