

**Industrial and Provident Society
Company Number
IP30335R**

Torrs Hydro (New Mills) Ltd

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

Report and Accounts

30 September 2009

Torrs Hydro (New Mills) Ltd
Report and accounts
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**Torrs Hydro (New Mills) Ltd
Company Information**

Directors

Richard Body
Simon Clayton
Mary Cohen
Maggie Cole
Esther Dennis-Jones
Will Griffin
Lorrie Marchington
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 2009.

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 company 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 company'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 of the period of £12,856 represents the construction costs of the project that became payable in this financial year and lower than anticipated electricity generation. High Peak Borough Council served a noise abatement order on 6th May 2009 that restricted the operation of the plant. The plant is now configured to turn off when generation falls to 19KW, which will result in a loss of power generation but satisfies the planning conditions and Environmental Health Officer. During the next financial year, it is hoped that a full solution will be implemented.

Development and activities

The Company 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 (appointed 29th November 2008)
Mary Cohen (appointed 29th November 2008)
Maggie Cole
Esther Dennis-Jones
Till Gieger (resigned 29th November 2008)
Will Griffin (appointed 29th November 2008)
Lorrie Marchington (appointed 29th November 2008)
Sean Whewell

This report was approved by the board on 12 September 2010.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2009

	Notes	2009 £	2008 £
Income		22,434	4,831
Cost of sales		(600)	-
Gross profit		<u>21,834</u>	<u>4,831</u>
Total administrative expenses		(31,325)	(35,635)
Other operating income		44	-
Operating loss	2	<u>(9,447)</u>	<u>(30,804)</u>
Interest receivable		4	636
Interest payable	3	(3,413)	(4)
Loss on ordinary activities before taxation		<u>(12,856)</u>	<u>(30,172)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year		<u>(12,856)</u>	<u>(30,172)</u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2009

	Notes	2009 £	2008 £
Fixed assets			
Tangible assets	4	272,468	279,174
Current assets			
Stocks		945	1,039
Debtors	5	13,735	20,400
Cash at bank and in hand		20,993	4,813
		<u>35,673</u>	<u>26,252</u>
Creditors: amounts falling due within one year	6	(24,463)	(88,865)
Net current assets/(liabilities)		<u>11,210</u>	<u>(62,613)</u>
Total assets less current liabilities		<u>283,678</u>	<u>216,561</u>
Creditors: amounts falling due after one year	7	(58,471)	-
Deferred income	8	(142,434)	(146,182)
Net assets		<u>82,773</u>	<u>70,379</u>
Capital and reserves			
Called up share capital	9	125,801	100,551
Profit and loss account	10	(43,028)	(30,172)
Shareholders' funds		<u>82,773</u>	<u>70,379</u>

Approved by the board on 12 September 2010
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 2009

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	2009	2008
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,271</u>	<u>7,158</u>
3 Interest payable	2009	2008
	£	£
Interest payable	<u>3,413</u>	<u>4</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2009

4 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2008	286,332	-	286,332
Additions	-	565	565
At 30 September 2009	<u>286,332</u>	<u>565</u>	<u>286,897</u>
Depreciation			
At 1 October 2008	7,158	-	7,158
Charge for the year	7,158	113	7,271
At 30 September 2009	<u>14,316</u>	<u>113</u>	<u>14,429</u>
Net book value			
At 30 September 2009	<u>272,016</u>	<u>452</u>	<u>272,468</u>
At 30 September 2008	<u>279,174</u>	<u>-</u>	<u>279,174</u>

5 Debtors

	2009 £	2008 £
Trade debtors	2,015	-
Other taxes and social security costs	11,720	20,400
	<u>13,735</u>	<u>20,400</u>

6 Creditors: amounts falling due within one year

	2009 £	2008 £
Bank loans and overdrafts	7,000	-
Trade creditors	15,575	79,520
Other taxes and social security costs	682	-
Other creditors	1,206	9,345
	<u>24,463</u>	<u>88,865</u>

7 Creditors: amounts falling due after one year

	2009 £	2008 £
Bank loans	58,471	-

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2009

8 Deferred Income	2009	2008
Deferred income	142,434	146,182
	£	£
Consisting of:		
Opening deferred income	146,182	
Grants received during the period		149,930
Income released during the period	3,748	3,748
Deferred as at 30th September	<u>142,434</u>	<u>146,182</u>

9 Share capital	2009	2008
	£	£
Authorised:		
Ordinary shares of £1 each	<u>126,000</u>	<u>126,000</u>

	2009	2008	2009	2008
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	125,801	100,551	<u>125,801</u>	<u>100,551</u>

25,250 ordinary shares of £1 each were issued in the period.

10 Profit and loss account	2009
	£
At 1 October	(30,172)
Loss for the year	(12,856)
At 30 September 2009	<u>(43,028)</u>

11 Post balance sheet events

The society believes that remediation work on the plant to a value of £5,100 is necessary, and an order for this work was placed on 13th October 2009.