

Registration number: SC284497

# CHA Power Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2016



**Alexander Sloan**  
**Chartered Accountant**  
38 Cadogan Street  
Glasgow  
G2 7HF

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## CHA Power Limited Company Information

<b>Directors</b>	N Crilley J P Hillhouse C Morgan
<b>Company secretary</b>	J P Hillhouse
<b>Registered office</b>	77-83 Kilbowie Road Clydebank Glasgow G81 1BL
<b>Auditors</b>	Alexander Sloan 38 Cadogan Street Glasgow G2 7HF

**CHA Power Limited**  
**Directors' Report for the Year Ended 31 March 2016**

The directors present their report and the financial statements for the year ended 31 March 2016.

**Directors of the company**

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

N Crilley

J P Hillhouse - Company secretary and director

C 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 auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

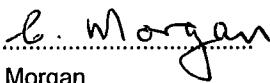
**Reappointment of auditors**

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

**Small company provisions statement**

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

Approved by the Board on 21 June 2016 and signed on its behalf by:

  
.....

C Morgan  
Director

## **CHA Power Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible 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; and
- 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 the Companies Act 2006. 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**

We have audited the financial statements of CHA Power Limited for the year ended 31 March 2016, set out on pages 6 to 10. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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.

#### **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 and Financial Statements 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 2016 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.

#### **Opinion on other matter prescribed by the Companies Act 2006**

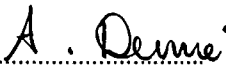
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## CHA Power Limited Independent Auditor's 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 and take advantage of the small companies exemption from the requirement to prepare a Strategic Report.



.....  
Allison Devine (Senior Statutory Auditor)

For and on behalf of Alexander Sloan , Statutory Auditor

38 Cadogan Street  
Glasgow  
G2 7HF

21 June 2016

**CHA Power Limited**  
**Profit and Loss Account for the Year Ended 31 March 2016**

	Note	2016 £	2015 £
Turnover		240,346	247,460
Cost of sales		<u>(198,522)</u>	<u>(263,555)</u>
Gross profit/(loss)		41,824	(16,095)
Administrative expenses		<u>(25,860)</u>	<u>(23,238)</u>
Operating profit/(loss)	2	15,964	(39,333)
Other interest receivable and similar income		<u>3,115</u>	<u>2,360</u>
Profit/(loss) on ordinary activities before taxation		19,079	(36,973)
Tax on profit/(loss) on ordinary activities	3	<u>(623)</u>	<u>-</u>
Profit/(loss) for the financial year	8	<u><u>18,456</u></u>	<u><u>(36,973)</u></u>

Turnover and operating profit derive wholly from continuing operations.

The notes on pages 8 to 10 form an integral part of these financial statements.

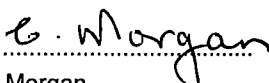


**CHA Power Limited**  
**(Registration number: SC284497)**  
**Balance Sheet as at 31 March 2016**

	Note	2016 £	2015 £
<b>Current assets</b>			
Debtors	5	43,529	30,555
Cash at bank and in hand		285,097	317,864
		<u>328,626</u>	<u>348,419</u>
Creditors: Amounts falling due within one year	6	(35,536)	(73,785)
Net assets		<u>293,090</u>	<u>274,634</u>
<b>Capital and reserves</b>			
Called up share capital	7	2,328,850	2,328,850
Other reserves	8	14,138	4,138
Profit and loss account	8	(2,049,898)	(2,058,354)
Shareholders' funds		<u>293,090</u>	<u>274,634</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (Effective 2015).

Approved and authorised by the Board on 21 June 2016 and signed on its behalf by:

  
 .....  
 C Morgan  
 Director

**CHA Power Limited**  
**Notes to the Financial Statements for the Year Ended 31 March 2016**

**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE) (effective January 2015).

**Turnover**

Turnover represents total invoice value, excluding Value Added Tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

The total turnover of the company for the year was derived from its principal activity wholly undertaken in the U.K.

**Revenue recognition**

Revenue is recognised to the extent that the company obtains the right to consideration in exchange for its performance. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, VAT and other sales tax or duty.

**2 Operating profit / loss**

Operating profit/(loss) is stated after charging/(crediting):

	2016 £	2015 £
Audit of the financial statements	4,130	3,150

**3 Taxation**

**Tax on profit/(loss) on ordinary activities**

	2016 £	2015 £
Current tax		
Corporation tax charge	623	-

**CHA Power Limited**  
**Notes to the Financial Statements for the Year Ended 31 March 2016**

**4 Tangible fixed assets**

	Plant and machinery £	Total £
<b>Cost</b>		
At 1 April 2015	1,982,000	1,982,000
At 31 March 2016	<u>1,982,000</u>	<u>1,982,000</u>
<b>Depreciation</b>		
At 1 April 2015	1,982,000	1,982,000
At 31 March 2016	<u>1,982,000</u>	<u>1,982,000</u>
<b>Net book value</b>		
At 31 March 2016	<u>-</u>	<u>-</u>
At 31 March 2015	<u>-</u>	<u>-</u>

**5 Debtors**

	2016 £	2015 £
Trade debtors	8,546	2,719
Other debtors	34,983	27,836
	<u>43,529</u>	<u>30,555</u>

**6 Creditors: Amounts falling due within one year**

	2016 £	2015 £
Trade creditors	-	6,518
Corporation tax	623	-
Other creditors	34,913	67,267
	<u>35,536</u>	<u>73,785</u>

**CHA Power Limited**  
**Notes to the Financial Statements for the Year Ended 31 March 2016**

**7 Share capital**

Allotted, called up and fully paid shares

	2016		2015	
	No.	£	No.	£
Ordinary shares of £1 each	2,328,850	2,328,850	2,328,850	2,328,850

**8 Reserves**

	Other reserves £	Profit and loss	Total £
		account £	
At 1 April 2015	4,138	(2,058,354)	(2,054,216)
Profit for the year	-	18,456	18,456
Other reserve movements	10,000	(10,000)	-
At 31 March 2016	14,138	(2,049,898)	(2,035,760)

Other reserves relate to funds set aside to pay for future repairs to the generator. During the year, the Director's decided to set aside a further £10,000 to this reserve.

**9 Related party transactions**

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 (2015 - 13,800) in respect of management fees. At the year end, CHA Power Ltd owed Clydebank Housing Association £50 (2015 - £13,800). No interest was due and there were no fixed repayment terms.

No other transactions with related parties were undertaken.

**10 Ultimate controlling party**

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.

**CHA Power Limited**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2016**

	2016	2015
	£	£
Heat and Hot Water	198,484	186,053
Electricity	41,862	61,407
<b>Turnover</b>	<u>240,346</u>	<u>247,460</u>
<b>Cost of sales</b>		
Insurance	2,000	2,000
Generator maintenance	16,950	23,189
Water rates	1,765	1,118
Light, heat and power	4,248	4,134
Gas	173,559	233,114
<b>Cost of sales</b>	<u>198,522</u>	<u>263,555</u>
<b>Gross profit/(loss)</b>	<u>41,824</u>	<u>(16,095)</u>
<b>Gross profit/(loss) (%)</b>	17.4%	(6.5)%
<b>Administrative expenses</b>		
Auditors remuneration	4,130	3,150
Printing, postage and stationery	527	342
Sundry expenses	316	287
Administrative costs re-charged	11,800	11,800
Management charges	5,400	5,400
Legal and professional fees	40	(612)
Bad debts written off	722	(31)
Bank charges	2,925	2,902
	<u>25,860</u>	<u>23,238</u>
Other interest receivable and similar income	<u>3,115</u>	<u>2,360</u>
<b>Profit/(loss) on ordinary activities before taxation</b>	<u><u>19,079</u></u>	<u><u>(36,973)</u></u>

This page does not form part of the statutory financial statements.