

Registration number SC284497

CHA Power Ltd

Directors' report and financial statements

for the year ended 31 March 2014

CHA Power Ltd

Company information

Directors	N Crilley J P Hillhouse M Shiach C Morgan	Appointed 27 June 2013
Secretary	J P Hillhouse	
Company number	SC284497	
Registered office	77-83 Kilbowie Road Clydebank G81 1BL	
Auditors	Alexander Sloan 38 Cadogan Street Glasgow G2 7HF	
Business address	77-83 Kilbowie Road Clydebank G81 1BL	

CHA Power Ltd

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CHA Power Ltd

Directors' report for the year ended 31 March 2014

The directors present their report and the financial statements for the year ended 31 March 2014.

Principal activity

The principal activity of the company during the year was that of generating and supplying electricity and heat.

Directors

The directors who served during the year are as stated below:

N Crilley
J P Hillhouse
M Shiach
C Morgan Appointed 27 June 2013

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' 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 year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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 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.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Alexander Sloan be reappointed as auditors of the company will be put to the Annual General Meeting.

CHA Power Ltd

**Directors' report
for the year ended 31 March 2014**

..... continued

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on 17 June 2014 and signed on its behalf by

**C Morgan
Director**

Independent auditor's report to the shareholders of CHA Power Ltd

We have audited the financial statements of CHA Power Ltd for the year ended 31 March 2014 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (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 auditors' 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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, 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, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in Note 13 to the financial statements.

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 Directors' report and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on 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 2014 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.

**Independent auditor's report to the shareholders of
CHA Power Ltd**

.....continued

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.

.....
Kevin G Booth (senior statutory auditor)
For and on behalf of Alexander Sloan
Chartered Accountants and
Statutory Auditor
17 June 2014

38 Cadogan Street
Glasgow
G2 7HF

CHA Power Ltd

**Profit and loss account
for the year ended 31 March 2014**

		2014	2013
	Notes	£	£
Turnover	2	234,661	205,024
Cost of sales		(202,712)	(192,002)
Gross profit		<u>31,949</u>	<u>13,022</u>
Administrative expenses		(25,277)	(28,624)
Operating profit/(loss)	3	<u>6,672</u>	<u>(15,602)</u>
Other interest receivable and similar income		<u>3,839</u>	<u>6,441</u>
Profit/(loss) on ordinary activities before taxation		10,511	(9,161)
Tax on profit/(loss) on ordinary activities	5	<u>(768)</u>	<u>-</u>
Profit/(loss) for the year	10	<u><u>9,743</u></u>	<u><u>(9,161)</u></u>

The notes on pages 7 to 9 form an integral part of these financial statements.

CHA Power Ltd

**Balance sheet
as at 31 March 2014**

		2014		2013	
Notes	£	£	£	£	£
Current assets					
Debtors	7	47,962		23,631	
Cash at bank and in hand		271,394		316,637	
		319,356		340,268	
Creditors: amounts falling due within one year					
	8	(7,749)		(38,404)	
Net current assets			311,607		301,864
Total assets less current liabilities			311,607		301,864
Net assets			311,607		301,864
Capital and reserves					
Called up share capital	9		2,328,850		2,328,850
Other reserves	10		10,000		-
Profit and loss account	10		(2,027,243)		(2,026,986)
Shareholders' funds			311,607		301,864

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008) relating to small companies.

These accounts were approved by the directors on 17 June 2014, and are signed on their behalf by:

C Morgan
Director

Registration number SC284497

The notes on pages 7 to 9 form an integral part of these financial statements.

CHA Power Ltd

Notes to the financial statements for the year ended 31 March 2014

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2. Turnover

Turnover represents the 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.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit/(loss)

Operating profit/(loss) is stated after charging:

Auditors' remuneration (Note 4)

	2014	2013
	£	£
	3,350	1,948
	<u>3,350</u>	<u>1,948</u>

4. Auditors' remuneration

Auditors' remuneration - audit of the financial statements

	2014	2013
	£	£
	3,350	1,948
	<u>3,350</u>	<u>1,948</u>

5. Tax on profit/(loss) on ordinary activities

Analysis of charge in period

Current tax

UK corporation tax

	2014	2013
	£	£
	768	-
	<u>768</u>	<u>-</u>

CHA Power Ltd

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

6. Tangible fixed assets	Plant and machinery	Total
	£	£
Cost		
At 1 April 2013	1,982,000	1,982,000
At 31 March 2014	<u>1,982,000</u>	<u>1,982,000</u>
Depreciation		
At 1 April 2013	1,982,000	1,982,000
At 31 March 2014	<u>1,982,000</u>	<u>1,982,000</u>
Net book values		
At 31 March 2014	<u>-</u>	<u>-</u>
At 31 March 2013	<u>-</u>	<u>-</u>
7. Debtors	2014	2013
	£	£
Trade debtors	4,808	4,307
Other debtors	<u>43,154</u>	<u>19,324</u>
	<u>47,962</u>	<u>23,631</u>
8. Creditors: amounts falling due within one year	2014	2013
	£	£
Corporation tax	768	-
Other creditors	<u>6,981</u>	<u>38,404</u>
	<u>7,749</u>	<u>38,404</u>

CHA Power Ltd

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

9. Share capital	2014	2013
	£	£
Allotted, called up and fully paid		
2,328,850 Ordinary shares of £1 each	2,328,850	2,328,850
	<u> </u>	<u> </u>
Equity Shares		
2,328,850 Ordinary shares of £1 each	2,328,850	2,328,850
	<u> </u>	<u> </u>
	Profit	
	and loss	
10. Reserves	account	Special
	£	reserve
		Total
		£
At 1 April 2013	(2,026,986)	-
Transfer of realised profit	(10,000)	10,000
Profit for the year	9,743	9,743
	<u> </u>	<u> </u>
At 31 March 2014	<u>(2,027,243)</u>	<u>(2,017,243)</u>

11. Related party transactions

CHA Power Ltd is a wholly owned subsidiary of Clydebank Housing Association Limited. During the year Clydebank Housing Association Limited charged CHA Power Ltd £11,700 (2013 - £12,600) in respect of management fees.

No other transactions with related parties were undertaken.

12. Controlling interest

The company is a wholly owned subsidiary of Clydebank Housing Association Limited. Clydebank Housing Association Limited is an Industrial and Provident Society registered with the Financial Conduct Authority (Reg No 2191 R(S))

13. Ethical Matters

In common with many other businesses of our size we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of statutory financial statements.

CHA Power Ltd

The following pages do not form part of the statutory accounts.

CHA Power Ltd

**Detailed trading profit and loss account
and expenses schedule
for the year ended 31 March 2014**

	2014		2013	
	£	£	£	£
Sales				
Heat and hot water		178,581		168,353
Electricity		56,080		36,671
		234,661		205,024
 Cost of sales				
Water rates	1,471		1,210	
Top up electricity	4,677		6,453	
Gas	178,671		167,021	
Generator maintenance	15,893		15,318	
Insurance	2,000		2,000	
		202,712		192,002
		(202,712)		(192,002)
Gross profit	14%	31,949	6%	13,022
Administrative expenses				
Administrative costs re-charged	11,700		12,600	
Management charges	4,200		6,600	
Printing, postage and stationery	229		55	
Legal and professional	807		-	
Audit	3,350		1,948	
Bank charges	3,271		3,354	
Bad and doubtful debts	1,453		3,811	
General expenses	267		256	
		25,277		28,624
		6,672		(15,602)
Operating profit/(loss)	3%	6,672	8%	(15,602)
 Other income and expenses				
 Interest receivable				
Bank deposit interest		3,839		6,441
		3,839		6,441
Net profit/(loss) for the year		10,511		(9,161)