

Registration number SC284497

CHA Power Ltd

Directors' report and financial statements

for the year ended 31 March 2012

CHA Power Ltd

Company information

Directors	N Crilley J P Hillhouse M Shiach
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 2012

The directors present their report and the financial statements for the year ended 31 March 2012.

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

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.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

Alexander Sloan were appointed auditors to the company and are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

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

CHA Power Ltd

**Directors' report
for the year ended 31 March 2012**

..... continued

This report was approved by the Board on 19 June 2012 and signed on its behalf by

M Shiach
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 2012 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 - 2, 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 below:

In common with many other company's of your size and nature we prepare and submit returns to the tax authorities and assist with the preparation of 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 of 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 2012 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.

.....
Allison Devine (senior statutory auditor)
For and on behalf of Alexander Sloan
Chartered Accountants and
Statutory Auditor
19 June 2012

38 Cadogan Street
Glasgow
G2 7HF

CHA Power Ltd

**Profit and loss account
for the year ended 31 March 2012**

		2012	2011
	Notes	£	£
Turnover	2	233,643	226,476
Cost of sales		(195,533)	(189,059)
Gross profit		<u>38,110</u>	<u>37,417</u>
Administrative expenses		(26,089)	(27,107)
Operating profit	3	<u>12,021</u>	<u>10,310</u>
Other interest receivable and similar income		<u>3,258</u>	<u>2,161</u>
Profit on ordinary activities before taxation		15,279	12,471
Tax on profit on ordinary activities	5	(651)	(454)
Profit for the year	10	<u><u>14,628</u></u>	<u><u>12,017</u></u>

The notes on pages 7 to 10 form an integral part of these financial statements.

CHA Power Ltd

**Balance sheet
as at 31 March 2012**

		2012		2011	
	Notes	£	£	£	£
Current assets					
Debtors	7	48,173		35,514	
Cash at bank and in hand		294,139		291,551	
		<u>342,312</u>		<u>327,065</u>	
Creditors: amounts falling due within one year					
	8	<u>(31,287)</u>		<u>(30,668)</u>	
Net current assets			<u>311,025</u>		<u>296,397</u>
Total assets less current liabilities			<u>311,025</u>		<u>296,397</u>
Net assets			<u><u>311,025</u></u>		<u><u>296,397</u></u>
Capital and reserves					
Called up share capital	9		2,328,850		2,328,850
Profit and loss account	10		<u>(2,017,825)</u>		<u>(2,032,453)</u>
Shareholders' funds			<u><u>311,025</u></u>		<u><u>296,397</u></u>

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.

The financial statements were approved by the Board on 19 June 2012 and signed on its behalf by

M Shiach
Director

Registration number SC284497

The notes on pages 7 to 10 form an integral part of these financial statements.

CHA Power Ltd

Notes to the financial statements for the year ended 31 March 2012

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.

1.3. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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

	2012	2011
	£	£
Operating profit is stated after charging:		
Auditors' remuneration (Note 4)	3,429	2,972
	<u>3,429</u>	<u>2,972</u>

4. Auditors' remuneration

	2012	2011
	£	£
Auditors' remuneration - audit of the financial statements	3,429	2,972
	<u>3,429</u>	<u>2,972</u>

CHA Power Ltd

**Notes to the financial statements
for the year ended 31 March 2012**

..... continued

5. Tax on profit on ordinary activities

Analysis of charge in period	2012	2011
	£	£
Current tax		
UK corporation tax	651	454
	<u>651</u>	<u>454</u>

6. Tangible fixed assets

	Plant and machinery	Total
	£	£
Cost		
At 1 April 2011	1,982,000	1,982,000
At 31 March 2012	<u>1,982,000</u>	<u>1,982,000</u>
Depreciation		
At 1 April 2011	1,982,000	1,982,000
At 31 March 2012	<u>1,982,000</u>	<u>1,982,000</u>
Net book values		
At 31 March 2012	<u>-</u>	<u>-</u>
At 31 March 2011	<u>-</u>	<u>-</u>

7. Debtors

	2012	2011
	£	£
Trade debtors	2,455	3,497
Other debtors	45,718	32,017
	<u>48,173</u>	<u>35,514</u>

CHA Power Ltd

**Notes to the financial statements
for the year ended 31 March 2012**

..... continued

8. Creditors: amounts falling due within one year	2012	2011
	£	£
Trade creditors	1,488	-
Corporation tax	651	454
Other creditors	29,148	30,214
	<u>31,287</u>	<u>30,668</u>
9. Share capital	2012	2011
	£	£
Allotted, called up and fully paid		
2,328,850 Ordinary shares of £1 each	2,328,850	2,328,850
	<u>2,328,850</u>	<u>2,328,850</u>
Equity Shares		
2,328,850 Ordinary shares of £1 each	2,328,850	2,328,850
	<u>2,328,850</u>	<u>2,328,850</u>
10. Reserves	Profit and loss account	Total
	£	£
At 1 April 2011	(2,032,453)	(2,032,453)
Profit for the year	14,628	14,628
	<u>14,628</u>	<u>14,628</u>
At 31 March 2012	(2,017,825)	(2,017,825)
	<u>(2,017,825)</u>	<u>(2,017,825)</u>

11. Related party transactions

As a wholly owned subsidiary of Clydebank Housing Association Ltd, the Company is exempt from the requirements of FRS 8 to disclose transactions with other group members.

No other transactions with related parties were undertaken.

12. Controlling interest

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

CHA Power Ltd

**Notes to the financial statements
for the year ended 31 March 2012**

..... continued

13. Ethical matters

In common with many other businesses of our size and nature, we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the 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 2012**

	2012		2011	
	£	£	£	£
Sales				
Heat		153,989		159,264
Gas		79,654		67,212
		233,643		226,476
 Cost of sales				
Water	966		1,165	
Top up Electricity	3,515		3,223	
Gas	162,076		170,398	
Maintenance	26,742		14,053	
Insurance	2,000		-	
Telephone	234		220	
		195,533		189,059
		(195,533)		(189,059)
 Gross profit		38,110		37,417
 Administrative expenses				
Administrative costs re-charged	11,800		14,710	
Management charges payable	6,600		6,600	
Printing, postage and stationery	291		193	
Legal and professional	350		-	
Audit	3,429		2,972	
Bank charges	2,890		2,617	
Doubtful debts	716		-	
General expenses	13		15	
		26,089		27,107
 Operating profit		12,021		10,310
 Other income and expenses				
 Interest receivable				
Bank deposit interest	3,258		2,161	
		3,258		2,161
 Net profit for the year		15,279		12,471