

Registration number: 31251R

Low Carbon Gordano Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2018

Alanbrookes Limited
Chartered Accountants
PO Box 258
Stroud
Gloucestershire
GL6 8WZ

Low Carbon Gordano Limited

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Low Carbon Gordano Limited

Society Information

Directors	Mr B J Titley Dr J M Gething Dr E A Bossanyi Mr P G Thurston Dr R J Langton Mr R P Lamoon Dr S A Cayzer Miss H P Rumford Mr R Bate Mr C C Funnell
Company secretary	Mr C C Funnell
Registered office	The Coach House 2 Upper York Street Bristol BS2 8QN
Auditors	Alanbrookes Limited Chartered Accountants PO Box 258 Stroud Gloucestershire GL6 8WZ

Low Carbon Gordano Limited

Directors' Report for the Year Ended 31 March 2018

The directors present their report and the for the year ended 31 March 2018.

Directors of the group

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

Mr B J Titley

Dr J M Gething

Dr E A Bossanyi

Mr P G Thurston

Dr R J Langton

Mr R P Lagoon

Mr G J Watkins (resigned 14 December 2017)

Dr S A Cayzer

Miss H P Rumford

Mr R Bate

Mr C C Funnell - Company secretary and director (appointed 21 February 2018)

Disclosure of information to the auditor

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 society'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.

Approved by the Board on 30 August 2018 and signed on its behalf by:

.....

Mr C C Funnell

Company secretary and director

Low Carbon Gordano Limited

Directors' Report for the Year Ended 31 March 2018

PRINCIPAL ACTIVITIES

The society's principal trading activity during the year was to develop and manage solar arrays funded through members' share investment and to offer an energy advice service in order to promote low carbon lifestyles.

BUSINESS REVIEW

The main activity during the year was the management of the society's ground mounted solar arrays at Moorhouse Farm, Hallen, Bristol, and at Ham Farm, Kingston Seymour, North Somerset and the smaller roof schemes at Church House and Northleaze School in Long Ashton and at the YMCA in Clevedon. In all the Society now has 2.8MW of solar PV installed.

The ground mounted arrays have now been operating for nearly three years and are performing around 6.3% above their originally predicted performance with few problems reported despite 2017-18 being a relatively poor solar year.

The 3 roof-mounted schemes have been operating for more than 2 years with no problems reported.

Members who held shares at the time of the previous AGM in September 2017 were paid 5.5% interest for the full 12 months to March 2017.

No new shares were issued in the year and no new projects were started, though there have been considerable efforts directed at developing new projects at new sites.

PLANS FOR FUTURE PERIODS

The Board of Directors will continue to seek other opportunities for constructing renewable energy schemes. The Government's review of the FiT scheme supporting renewable energy projects has continued to lead to very significant reductions in the rates payable. In the view of the directors, this change will rule out any further ground-mounted solar arrays, not directly linked to a significant consumer of electricity, for the foreseeable future. However, work is proceeding in partnership with Solarsense to identify potential sites for solar systems which we believe might be viable: such schemes will usually be on roofs belonging to organisations, including schools, that will use the great majority of the generated electricity. Several possible schemes of this sort are being actively pursued at the moment, with a bond offer fund raise financing a build of 196 kW roof-mounted solar PV at Churchill School and the purchase of 99 kW of ground-mounted solar PV from Solarsense.

INTEREST AND TRANSFER TO RESERVES

The directors are paying interest on members' shares during 2017-18 of 5.5% pa.

COMMUNITY BENEFIT PAYMENTS

At the AGM in September 2016, a donation of £25,000 was set aside for the Community Benefit Fund to be paid during 2017-18. £2,500 was paid to Mend The Gap. The remaining £22,500 was paid over to Transition Portishead, a registered charity that has undertaken to administer the distribution of the fund to community-based energy conservation projects. These payments were enhanced through some members of Low Carbon Gordano waiving some of their interest payments in November 2017 (£801 to Mend The Gap and £871 to Transition Portishead).

At the AGM in September 2017, a donation of £15,000 was set aside for the Community Benefit Fund to be paid out during 2018-19. £1,500 was set to be given directly to projects in the developing world and £13,500 was set to be given to Transition Portishead.

Low Carbon Gordano Limited

Directors' Report for the Year Ended 31 March 2018

The directors are also recommending to the September 2018 AGM that a further £15,000 is donated to the Community Benefit Fund. This money will be paid out during 2019-20. The belief is that this reflects a fair balance between the interests of shareholders and those of the communities we depend upon. The long-term health of the community benefit society sector depends on the wider community recognising the value that such societies bring to the communities that they serve.

Low Carbon Gordano 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 society and of the profit or loss of the society 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. 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.

Low Carbon Gordano Limited

Independent Auditor's Report to the Members of Low Carbon Gordano Limited

Opinion

We have audited the financial statements of Low Carbon Gordano Limited (the 'parent society') and its subsidiaries (the 'group') for the year ended 31 March 2018, which comprise the Consolidated Profit and Loss Account, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the society's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society'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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent society's affairs as at 31 March 2018 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent society's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Low Carbon Gordano Limited

Independent Auditor's Report to the Members of Low Carbon Gordano Limited

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matter prescribed by the Co-operative and Community Benefit Societies Act 2014

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.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent society, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent society 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 5], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Low Carbon Gordano Limited

Independent Auditor's Report to the Members of Low Carbon Gordano Limited

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

.....
Mr A S Fisher (Senior Statutory Auditor)
For and on behalf of Alanbrookes Limited, Statutory Auditor

PO Box 258
Stroud
Gloucestershire
GL6 8WZ

30 August 2018

Low Carbon Gordano Limited

Consolidated Profit and Loss Account for the Year Ended 31 March 2018

	Note	Total 31 March 2018 £	Total 31 March 2017 £
Turnover	3	324,398	317,709
Cost of sales		<u>(95,171)</u>	<u>(93,642)</u>
Gross profit		229,227	224,067
Administrative expenses		<u>(212,356)</u>	<u>(197,834)</u>
Operating profit	4	<u>16,871</u>	<u>26,233</u>
Other interest receivable and similar income	5	56	46
Interest payable and similar expenses	6	<u>(174,115)</u>	<u>(159,169)</u>
		<u>(174,059)</u>	<u>(159,123)</u>
Loss before tax		<u>(157,188)</u>	<u>(132,890)</u>
Loss for the financial year		<u><u>(157,188)</u></u>	<u><u>(132,890)</u></u>
Profit/(loss) attributable to:			
Owners of the company		<u><u>(157,188)</u></u>	<u><u>(132,890)</u></u>

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

Low Carbon Gordano Limited
(Registration number: 31251R)
Consolidated Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	7	2,704,010	2,859,833
Current assets			
Debtors	9	90,657	88,930
Cash at bank and in hand	10	<u>105,106</u>	<u>143,050</u>
		195,763	231,980
Creditors: Amounts falling due within one year	11	<u>(35,287)</u>	<u>(59,139)</u>
Net current assets		<u>160,476</u>	<u>172,841</u>
Net assets		<u>2,864,486</u>	<u>3,032,674</u>
Capital and reserves			
Called up share capital	12	3,184,500	3,195,500
Profit and loss account		<u>(320,014)</u>	<u>(162,826)</u>
Equity attributable to owners of the company		<u>2,864,486</u>	<u>3,032,674</u>
Total equity		<u>2,864,486</u>	<u>3,032,674</u>

Approved and authorised by the Board on 30 August 2018 and signed on its behalf by:

.....
Mr B J Titley
Director

.....
Dr J M Gething
Director

.....
Dr R J Langton
Director

Low Carbon Gordano Limited
(Registration number: 31251R)
Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	7	65,994	68,565
Investments	8	<u>101</u>	<u>101</u>
		<u>66,095</u>	<u>68,666</u>
Current assets			
Debtors	9	2,529,613	2,782,628
Cash at bank and in hand	10	<u>68,523</u>	<u>69,214</u>
		2,598,136	2,851,842
Creditors: Amounts falling due within one year	11	<u>(10,757)</u>	<u>(28,731)</u>
Net current assets		<u>2,587,379</u>	<u>2,823,111</u>
Net assets		<u>2,653,474</u>	<u>2,891,777</u>
Capital and reserves			
Called up share capital		3,184,500	3,195,500
Profit and loss account		<u>(531,026)</u>	<u>(303,723)</u>
Total equity		<u>2,653,474</u>	<u>2,891,777</u>

The company made a loss after tax for the financial year of £227,303 (2017 - loss of £194,918).

Approved and authorised by the Board on 30 August 2018 and signed on its behalf by:

.....
Mr B J Titley
Director

.....
Dr J M Gething
Director

.....
Dr R J Langton
Director

Low Carbon Gordano Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 March 2018 Equity attributable to the parent company

	Share capital £	Profit and loss account £	Total £	Total equity £
At 1 April 2017	3,195,500	(162,826)	3,032,674	3,032,674
Loss for the year	-	(157,188)	(157,188)	(157,188)
Total comprehensive income	-	(157,188)	(157,188)	(157,188)
Purchase of own share capital	(11,000)	-	(11,000)	(11,000)
At 31 March 2018	<u>3,184,500</u>	<u>(320,014)</u>	<u>2,864,486</u>	<u>2,864,486</u>

	Share capital £	Profit and loss account £	Total £	Total equity £
At 1 April 2016	3,196,220	(29,936)	3,166,284	3,166,284
Loss for the year	-	(132,890)	(132,890)	(132,890)
Total comprehensive income	-	(132,890)	(132,890)	(132,890)
Other share capital movements	(720)	-	(720)	(720)
At 31 March 2017	<u>3,195,500</u>	<u>(162,826)</u>	<u>3,032,674</u>	<u>3,032,674</u>

The notes on pages 14 to 21 form an integral part of these financial statements.

Low Carbon Gordano Limited

Statement of Changes in Equity for the Year Ended 31 March 2018

	Share capital	Profit and loss	Total
	£	£	£
At 1 April 2017	3,195,500	(303,723)	2,891,777
Loss for the year	<u>-</u>	<u>(227,303)</u>	<u>(227,303)</u>
Total comprehensive income	-	(227,303)	(227,303)
Purchase of own share capital	<u>(11,000)</u>	<u>-</u>	<u>(11,000)</u>
At 31 March 2018	<u><u>3,184,500</u></u>	<u><u>(531,026)</u></u>	<u><u>2,653,474</u></u>
	Share capital	Profit and loss	Total
	£	£	£
At 1 April 2016	3,196,220	(108,805)	3,087,415
Loss for the year	<u>-</u>	<u>(194,918)</u>	<u>(194,918)</u>
Total comprehensive income	-	(194,918)	(194,918)
Other share capital movements	<u>(720)</u>	<u>-</u>	<u>(720)</u>
At 31 March 2017	<u><u>3,195,500</u></u>	<u><u>(303,723)</u></u>	<u><u>2,891,777</u></u>

The notes on pages 14 to 21 form an integral part of these financial statements.

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

1 General information

The entity is a Community Benefit Society limited by shares under the Co-operative and Community Benefit Societies Act 2014.

The address of its registered office is:

The Coach House
2 Upper York Street
Bristol
BS2 8QN

These financial statements were authorised for issue by the Board on 30 August 2018.

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 have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the society and its subsidiary undertakings drawn up to 31 March 2018.

A subsidiary is an entity controlled by the society. Control is achieved where the society has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the society and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

The group 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 group's activities.

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.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Asset class	Depreciation method and rate
Solar installations	20 years straight line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for merchandise sold or 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 group will not be able to collect all amounts due according to the original terms of the receivables.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the group 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.

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2018	2017
	£	£
Sale of electricity	<u>324,398</u>	<u>317,709</u>

4 Operating profit

Arrived at after charging/(crediting)

	2018	2017
	£	£
Depreciation expense	<u>156,836</u>	<u>156,836</u>

5 Other interest receivable and similar income

	2018	2017
	£	£
Interest income on bank deposits	<u>56</u>	<u>46</u>

6 Interest payable and similar expenses

	2018	2017
	£	£
Interest on bank overdrafts and borrowings	3	196
Interest payable on members' shares	<u>174,112</u>	<u>158,973</u>
	<u>174,115</u>	<u>159,169</u>

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

7 Tangible assets

Group

	Solar installations £	Total £
Cost or valuation		
At 1 April 2017	3,138,469	3,138,469
Additions	1,013	1,013
At 31 March 2018	3,139,482	3,139,482
Depreciation		
At 1 April 2017	278,636	278,636
Charge for the year	156,836	156,836
At 31 March 2018	435,472	435,472
Carrying amount		
At 31 March 2018	2,704,010	2,704,010
At 31 March 2017	2,859,833	2,859,833

Company

	Solar installations £	Total £
Cost or valuation		
At 1 April 2017	73,045	73,045
Additions	1,013	1,013
At 31 March 2018	74,058	74,058
Depreciation		
At 1 April 2017	4,480	4,480
Charge for the year	3,584	3,584
At 31 March 2018	8,064	8,064
Carrying amount		
At 31 March 2018	65,994	65,994
At 31 March 2017	68,565	68,565

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

8 Investments

Company

	2018 £	2017 £
Investments in subsidiaries	101	101
Subsidiaries		£
Cost or valuation		
At 1 April 2017		101
Provision		
Carrying amount		
At 31 March 2018		101
At 31 March 2017		101

9 Debtors

	Group		Company	
	2018 £	2017 £	2018 £	2017 £
Trade debtors	10,784	10,489	9,387	9,161
Amounts owed by related parties	-	-	2,486,614	2,747,473
Other debtors	2,183	14,084	2,080	4,477
Prepayments	41,305	19,878	30,869	20,680
Accrued income	36,385	44,479	663	837
Total current trade and other debtors	90,657	88,930	2,529,613	2,782,628

10 Cash and cash equivalents

	Group		Company	
	2018 £	2017 £	2018 £	2017 £
Cash at bank	105,106	143,050	68,523	69,214

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

11 Creditors

Note	Group		Company	
	2018 £	2017 £	2018 £	2017 £
Due within one year				
Trade creditors	21,614	42,581	9,789	24,586
Social security and other taxes	-	9,439	-	-
Other payables	467	500	468	500
Accrued expenses	13,206	6,619	500	3,645
	<u>35,287</u>	<u>59,139</u>	<u>10,757</u>	<u>28,731</u>

Low Carbon Gordano Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

12 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary of £10 each	<u>318,450</u>	<u>3,184,500</u>	<u>319,550</u>	<u>3,195,500</u>

The board has approved an interest payment on members' shares of 5.5% in respect of the year ended 31 March 2018 (2017 - 5.5%).

13 Non adjusting events after the financial period

In addition to the community benefit fund payment amounting to £26,672 (including £1,672 donated from waived interest payments) made during the period in pursuance of a commitment at the 2016 AGM, the 2017 AGM approved a further payment of £15,000 which is to be made during the period ended 31st March 2019. A payment of £15,000 for the period ended 31st March 2020 is to be proposed to members at the forthcoming September 2018 AGM.

Low Carbon Gordano Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 March 2018

	2018	2017
	£	£
Turnover (analysed below)	324,398	317,709
Cost of sales (analysed below)	<u>(95,171)</u>	<u>(93,642)</u>
Gross profit	<u>229,227</u>	<u>224,067</u>
Gross profit (%)	70.66%	70.53%
Administrative expenses		
Establishment costs (analysed below)	875	259
General administrative expenses (analysed below)	54,199	40,531
Finance charges (analysed below)	446	208
Depreciation costs (analysed below)	<u>156,836</u>	<u>156,836</u>
	<u>212,356</u>	<u>197,834</u>
Operating profit	<u>16,871</u>	<u>26,233</u>
Other interest receivable and similar income (analysed below)	56	46
Interest payable and similar expenses (analysed below)	<u>(174,115)</u>	<u>(159,169)</u>
	<u>(174,059)</u>	<u>(159,123)</u>
Loss before tax	<u><u>(157,188)</u></u>	<u><u>(132,890)</u></u>

Low Carbon Gordano Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
Turnover		
Feed in tariff	184,788	180,984
Energy export income	138,158	128,496
Other sales	1,452	8,229
	324,398	317,709
Cost of sales		
Asset management fees	26,400	26,400
Communication	1,983	308
Power supply	4,754	4,291
Metering and monitoring	2,394	-
Rent	15,464	15,122
Rates	8,573	8,221
Insurance	3,572	4,940
Operations and maintenance	28,980	32,640
Ecological improvement and monitoring	1,450	1,720
Data collection	105	-
Security	1,496	-
	95,171	93,642
Establishment costs		
Insurance	875	259
General administrative expenses		
Printing, postage and stationery	219	-
Trade subscriptions	620	455
Charitable donations	26,672	25,380
Travel and subsistence	-	7
Development	3,438	2,135
Governance costs	121	270
Advertising	357	870
Accountancy fees	17,635	11,281
Consultancy fees	-	133
Legal and professional fees	5,137	-
	54,199	40,531
Finance charges		
Bank charges	446	208
Depreciation costs		
Depreciation of solar installations (owned)	156,836	156,836

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

Low Carbon Gordano Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 March 2018

Other interest receivable and similar income

Bank interest receivable	56	46
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Interest payable and similar expenses

Bank interest payable	3	196
Other interest payable	174,112	158,973
	<u>174,115</u>	<u>159,169</u>

Low Carbon Gordano Limited

Detailed Company Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
Turnover (analysed below)	8,111	8,531
Cost of sales (analysed below)	<u>(3,256)</u>	<u>(63)</u>
Gross profit	<u>4,855</u>	<u>8,468</u>
Gross profit (%)	59.86%	99.26%
Administrative expenses		
Establishment costs (analysed below)	875	259
General administrative expenses (analysed below)	53,392	40,391
Finance charges (analysed below)	229	-
Depreciation costs (analysed below)	<u>3,584</u>	<u>3,584</u>
	<u>58,080</u>	<u>44,234</u>
Operating loss	<u>(53,225)</u>	<u>(35,766)</u>
Other interest receivable and similar income (analysed below)	37	17
Interest payable and similar expenses (analysed below)	<u>(174,115)</u>	<u>(159,169)</u>
	<u>(174,078)</u>	<u>(159,152)</u>
Loss before tax	<u><u>(227,303)</u></u>	<u><u>(194,918)</u></u>

Low Carbon Gordano Limited

Detailed Company Profit and Loss Account for the Year Ended 31 March 2018

	2018 £	2017 £
Turnover		
Feed in tariff	6,354	6,535
Energy export income	305	315
Other sales	1,452	1,681
	8,111	8,531
Cost of sales		
Metering and monitoring	2,307	-
Operations and maintenance	949	63
	3,256	63
Establishment costs		
Insurance	875	259
General administrative expenses		
Printing, postage and stationery	219	-
Trade subscriptions	620	455
Charitable donations	26,672	25,380
Development	3,438	2,135
Governance costs	121	270
Advertising	357	870
Accountancy fees	17,635	11,281
Legal and professional fees	4,330	-
	53,392	40,391
Finance charges		
Bank charges	229	-
Depreciation costs		
Depreciation of solar installations (owned)	3,584	3,584
Other interest receivable and similar income		
Bank interest receivable	37	17
Interest payable and similar expenses		
Bank interest payable	3	196
Other interest payable	174,112	158,973
	174,115	159,169

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