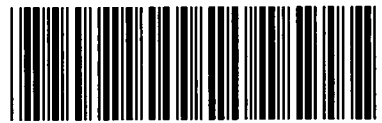


COMPANY REGISTRATION NUMBER: 10022446

**Sutton Decentralised Energy Network Limited**  
**Filleted Financial Statements**  
**31 March 2018**

FRIDAY



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LD3 21/12/2018 #112  
COMPANIES HOUSE

**TURPIN BARKER ARMSTRONG**  
Chartered Certified Accountants & statutory auditor  
Allen House  
1 Westmead Road  
Sutton  
Surrey  
SM1 4LA

**Sutton Decentralised Energy Network Limited**

**Statement of Financial Position**

**31 March 2018**

	Note	2018 £	(Restated) 2017 £
<b>Fixed assets</b>			
Tangible assets	5	1,754,952	155,548
<b>Current assets</b>			
Debtors	6	36,346	5,000
Cash at bank and in hand		<u>14,781</u>	<u>-</u>
		51,127	5,000
<b>Creditors: amounts falling due within one year</b>	7	<u>1,820,936</u>	<u>161,598</u>
<b>Net current liabilities</b>		<u>1,769,809</u>	<u>156,598</u>
<b>Total assets less current liabilities</b>		<u>(14,857)</u>	<u>(1,050)</u>
<b>Net liabilities</b>		<u>(14,857)</u>	<u>(1,050)</u>

The statement of financial position  
continues on the following page.

The notes on pages 3 to 6 form part of these financial statements.

## Sutton Decentralised Energy Network Limited

### Statement of Financial Position *(continued)*

31 March 2018

	Note	2018 £	2017 £
<b>Capital and reserves</b>			
Called up share capital		5,000	5,000
Profit and loss account		(19,857)	(6,050)
<b>Shareholders deficit</b>		<u>(14,857)</u>	<u>(1,050)</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 18/12/2018 and are signed on behalf of the board by:



L Gamble  
Director

Company registration number: 10022446

The notes on pages 3 to 6 form part of these financial statements.

**Sutton Decentralised Energy Network Limited**

**Notes to the Financial Statements**

**Year ended 31 March 2018**

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**1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 24 Denmark Road, Carshalton, Surrey, SM5 2JG.

**2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

**Prior year adjustment**

The accounts have been restated to reflect the capitalisation of costs previously expensed. The change has resulted in the loss carried forward at 31 March 2017 decreasing by £155,548.

Summary of the prior year accounting impact	£
Increase in assets	155,548
Prior year adjustment - decrease in accumulated losses	155,548

**Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**Sutton Decentralised Energy Network Limited****Notes to the Financial Statements** *(continued)***Year ended 31 March 2018**

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**3. Accounting policies** *(continued)***Tangible assets** *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

As at 31st March 2018 the "Asset in course of construction" was not yet in operation and therefore no depreciation has yet been charged.

**Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

**Financial instruments**

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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**Sutton Decentralised Energy Network Limited**

**Notes to the Financial Statements *(continued)***

**Year ended 31 March 2018**

**3. Accounting policies *(continued)***

**Financial instruments *(continued)***

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

**4. Going concern**

The financial statements have been prepared on a going concern basis despite the company having overall net liabilities of £14,857 as at 31st March 2018. The London Borough of Sutton, the ultimate controlling party of Sutton Decentralised Energy Network Limited, has provided assurances that it will support the company to enable it to meet all liabilities as they fall due for a period of at least twelve months from the date of signing of these accounts. For this reason the directors feel that the going concern basis is appropriate.

**5. Tangible assets**

	<b>Plant and machinery £</b>
<b>Cost</b>	
At 1 April 2017	155,548
Additions	<u>1,599,404</u>
<b>At 31 March 2018</b>	<u><u>1,754,952</u></u>
<b>Depreciation</b>	
At 1 April 2017 and 31 March 2018	<u>—</u>
<b>Carrying amount</b>	
At 31 March 2018	<u><u>1,754,952</u></u>
At 31 March 2017	<u><u>155,548</u></u>

## Sutton Decentralised Energy Network Limited

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

#### 6. Debtors

	2018	2017
	£	£
Trade debtors	3,583	–
Other debtors	32,763	5,000
	<u>36,346</u>	<u>5,000</u>

#### 7. Creditors: amounts falling due within one year

	2018	2017
	£	£
Trade creditors	11,465	–
Other creditors	1,809,471	161,598
	<u>1,820,936</u>	<u>161,598</u>

#### 8. Summary audit opinion

The auditor's report for the year dated 19/12/18 was unqualified, however, the auditor drew attention to the following by way of emphasis.

Without qualifying or amending our opinion, we draw attention to the disclosures in note 6 to the financial statements which reflect the capitalisation of £1,754,952 of costs relating to the New Mill Quarter development. The directors are satisfied that no impairment adjustment to this "asset in course of construction" is required, but should it subsequently be determined that the value is overstated, then adjustments to these financial statements would be required to restate the asset to its fair value.

The senior statutory auditor was M C ARMSTRONG FCCA FABRP FIPA MBA FNARA, for and on behalf of Turpin Barker Armstrong.

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