

Biogas Generation Limited

Report and financial statements for the year ended 31 March 2011

Company number 02595644



Biogas Generation Limited

Report and financial statements for the year ended 31 March 2011

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Biogas Generation Limited

Company information

Company number	02595644
Directors	R C McPheely K A A Porritt P M Senior (resigned 1 November 2011)
Secretary	M Armitage
Registered office	Severn Trent Centre 2 St John's Street Coventry CV1 2LZ
Bankers	Lloyds TSB Bank Plc 125 Colmore Row Birmingham B3 2DS
Solicitors	Herbert Smith LLP Exchange House Primrose Street London EC2A 2HS
Auditor	Deloitte LLP Chartered Accountants Four Brindleyplace Birmingham B1 2HZ

Biogas Generation Limited

Directors' report

The directors present their report and the audited financial statements of the company for the year ended 31 March 2011

Business review and principal activities

The company is a wholly owned subsidiary of Severn Trent Plc and operates as part of the Severn Trent group's Severn Trent Water business

The principal activity of the company was the operation of electricity generation plants. With effect from 1 January 1999 the company sold certain of its assets and its trade to a related party, Severn Trent Power Generation Limited, and subsequently ceased trading

Severn Trent Plc manages its operations on a divisional basis and the company's directors do not believe that further key performance indicators for the company are necessary to enhance the understanding of the development, performance or position of the business

Results and dividends

The company did not trade during the financial year or prior year. The directors do not recommend the payment of a dividend

Principal risks and uncertainties

Treasury management

The Severn Trent group manages its treasury operations on a group basis. Financial risk management is performed by Severn Trent's Group Treasury department. This includes assessment and mitigation of price risk, credit risk, liquidity risk and interest rate cash flow risk. The group's treasury management policies and operations are discussed in Severn Trent Plc's Annual Report and Accounts (which does not form part of this report)

Environment

The company recognises the importance of its environmental responsibilities, monitors its impact on the environment and designs and implements policies to reduce any damage that might be caused by its activities. The company operates in accordance with the group policies of Severn Trent Plc which are described in the group's Annual Report and Accounts (which does not form part of this report)

Employees

There are no employees of this company

Biogas Generation Limited

Directors' report

Directors

The directors who served during the year are shown on page 1. On 18 February 2011 R P Brierley resigned and M Armitage was appointed as Company Secretary.

No emoluments were paid by the company in respect of the services of the directors to the company. Their emoluments are paid by other companies within the Severn Trent group.

Directors' responsibilities statement

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 period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 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.

Going concern and financial position

The directors have considered the financial position and future prospects of the company. The directors believe that the company has access to sufficient resources to manage its business risks successfully despite the current uncertain economic outlook. After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the report and annual accounts.

Biogas Generation Limited

Directors' report

Directors' indemnities

The company's Articles of Association provide that directors of the company shall be indemnified by the company against any costs incurred by them in carrying out their duties including defending any proceedings arising out of their positions as directors in which they are acquitted or judgment is given in their favour or relief from any liability is granted to them by the court

Auditor and disclosure of information to auditor

In the case of each of the persons who are directors of the company at the date when this report is approved

- so far as each of the directors is aware, there is no relevant audit information of which the company's auditor is unaware, and
- each of the directors has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information

Relevant audit information means information needed by the company's auditor in connection with preparing its report. This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006

Deloitte LLP has indicated its willingness to continue as auditor

By order of the board



R C McPhee
Director

19 December 2011

Independent auditor's report to the members of Biogas Generation Limited

We have audited the financial statements of Biogas Generation Limited for the year ended 31 March 2011 which comprise the profit and loss account, the balance sheet and the related notes 1 to 8. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 directors' responsibilities statement, 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 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 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 2011 and of its result 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 Companies Act 2006.

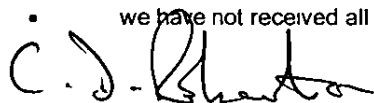
Opinion on other matter prescribed by the Companies Act 2006

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.

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 by the company, or returns adequate for our audit have not been received from branches not visited by us, or
- the company 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 required for our audit.



Christopher Robertson (Senior Statutory Auditor)
For and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
Birmingham
United Kingdom

19 December 2011

Biogas Generation Limited

Profit and loss account For the year ended 31 March 2011

The company has not traded during the year or the prior year and therefore no profit and loss account or separate statement of total recognised gains and losses has been presented

The audit fee of £1,000 (2010 £1,000) has been paid by the parent company. No other fees were payable to the auditors

The company has no employees (2010 nil)


Movements in shareholder's funds are disclosed in note 6

Biogas Generation Limited

Balance sheet As at 31 March 2011

	Notes	2011 £'000	2010 £'000
Fixed assets			
Current assets			
Debtors	3	38	38
Cash at bank and in hand		1	1
Net current assets		39	39
Total assets less current liabilities		39	39
Net assets		39	39
Capital and reserves			
Share capital	4	40	40
Profit and loss account	5	(1)	(1)
Total shareholder's funds		39	39

The financial statements were approved by the board of directors on 19 December 2011. They were signed on its behalf by


R C McPheely
Director
19 December 2011
Company Number 02595644

Biogas Generation Limited

Notes to the financial statements

1. Accounting policies

a) Accounting convention

The financial statements have been prepared on the going concern basis (see Directors' report) under the historical cost convention, and in accordance with applicable United Kingdom Accounting Standards and comply with the requirements of the United Kingdom Companies Act 2006 ('the Act'). The principal accounting policies, which have been applied consistently in the current and preceding year are set out below

b) Basis of preparation

The company has taken advantage of the exemption of FRS 1 'Cash flow statements' and not presented a cash flow statement

2. Directors' remuneration

The emoluments of the directors are paid by other companies within the Severn Trent group. The directors do not receive any remuneration for services to this company

3. Debtors

Amounts falling due after more than one year

	2011 £'000	2010 £'000
Amounts owed by group undertakings	38	38

4. Share capital

	2011 £'000	2010 £'000
Total issued and fully paid		
40,000 ordinary shares of £1 each	40	40

5. Reserves

	Profit and loss account £'000
At 1 April 2010 and 31 March 2011	(1)

6. Reconciliation of movement in shareholder's funds

	2011 £'000	2010 £'000
Opening and closing shareholder's funds	39	39

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Notes to the financial statements

7. Related party transactions

Transactions with the directors of the company are disclosed in note 2

In accordance with the exemption allowed by paragraph 3(c) of Financial Reporting Standard 8, no disclosure is made of transactions with other member companies of the Severn Trent Plc group

8 Ultimate parent undertaking

The immediate parent undertaking is Severn Trent Water Limited

The ultimate parent undertaking and controlling party is Severn Trent Plc, which is the parent undertaking and controlling party of the largest group to consolidate these financial statements. The controlling party of the smallest group to consolidate these financial statements is Severn Trent Water Limited. Copies of the Severn Trent Plc consolidated financial statements can be obtained from Severn Trent Plc's registrars at Equiniti, Aspect House, Spencer Road, Lancing, West Sussex BN99 6DA. Copies of the Severn Trent Water Limited consolidated financial statements may be obtained from the Company Secretary, Severn Trent Centre, PO Box 5309, Coventry, CV3 9FH