

**Company Registration No. 08177747**

**Mynydd Portref Holdings Limited (REG Mynydd  
Portref Holdings Limited)**

**Audited Annual Report and Financial Statements**

**For the period ended 31 December 2016**

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# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Annual report and financial statements for the period ended 31 December 2016**

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# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Officers and professional advisers**

### **Directors**

C Reid

P Raftery

### **Bankers**

HSBC

3 Rivergate

Temple Quay

Bristol

BS1 6ER

### **Registered office**

2nd Floor

Edgeborough House

Upper Edgeborough Road

Guildford

Surrey

GU1 2BJ

### **Independent auditor**

Deloitte LLP

Statutory Auditor

Abbots House

Abbey Street

Reading

United Kingdom

RG1 3BD

# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Directors' report**

The directors present their annual report on the affairs of the Group, together with the audited financial statements and auditor's report, for the period ended 31 December 2016.

This directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

Further information on the basis of preparation of these financial statements and the going concern assumption can be found in note 1.

### **Principal activity**

The principal activity of the Group in the period under review was the construction of one wind farm with a total capacity of 12MW. The construction is expected to be completed in 2017 and subsequently the operation of the wind farm is expected to be the principal activity of the Group. Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited) serves as a holding company for the subsidiary company which owns the wind farm.

On 21 December 2015, the Company had its entire share capital purchased by RI Income UK Holdings Limited and subsequently a number of resolutions were passed. New directors were appointed on the date of the transaction and following this, the accounting reference date was changed from 30 June to 31 December to bring it into line with the new Group's accounting reference date and as such a eighteen month reporting period was decided upon. Finally the name was changed from REG Mynydd Portref Holdings Limited to Mynydd Portref Holdings Limited.

The Group will function in the same manner as before and as such there will be no fundamental change to the way the Group is operated or managed.

### **Results and dividends**

The profit for the period after taxation was £14,352 (30 June 2015: £ nil)

The directors do not recommend the payment of a dividend (30 June 2015: £nil).

### **Directors**

The directors, who served throughout the period unless otherwise stated, were as follows:

A Whalley (resigned 21 December 2015)

N Harris (resigned 21 December 2015)

D Crockford (resigned 21 December 2015 as director and company secretary)

S Wannop (resigned 21 December 2015)

S Booth (resigned 21 December 2015)

M Partridge (resigned 21 December 2015)

C Reid (appointed 21 December 2015)

P Raftery (appointed 21 December 2015)

### **Risks and uncertainties**

The Group is exposed to fluctuations in UK power prices. The Group seeks to manage the volatility in power prices by fixing prices at least six months in advance whenever possible.

The Group has purchased foreign currency during the period to act as security against and to hedge its risks associated with Euro fluctuations on committed capital expenditure.

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Directors' report (continued)**

#### **Directors' indemnities**

The Group has made qualifying third party indemnity provisions for the benefit of its directors which were made during the period and remain in force at the date of this report.

#### **Independent auditor and statement of provision of information to the independent auditor**

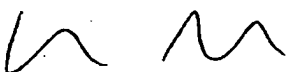
Deloitte LLP has expressed their willingness to continue in office as auditor of the Company and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

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

- (1) so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- (2) the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the Board of Directors  
and signed on behalf of the Board



C Reid  
Director

27 September 2017

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Directors' responsibilities statement**

The directors are responsible for preparing the annual report and the audited financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. 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), including FRS 102, 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland'. 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; 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.

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Independent auditor's report to the members of Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

We have audited the Group financial statements of Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited) for the period ended 31 December 2016 which comprise the Consolidated statement of comprehensive income, the Group balance sheet, the Company balance sheet, the Statements of changes in equity and the related notes 1 to 13. 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), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 Group's and the parent company's affairs as at 31 December 2016 and of its profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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, 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.

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

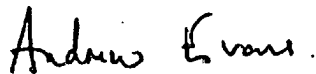
## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Independent auditor's report to the members of Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited) (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 from preparing a Strategic report or in preparing the Directors' report.



Andrew Evans (Senior Statutory Auditor)  
for and on behalf of Deloitte LLP  
Statutory Auditor  
Reading, United Kingdom  
28 September 2017



# Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)

## Consolidated statement of comprehensive income For the period ended 31 December 2016

	Notes	1 July 2015 to 31 December 2016 £	1 July 2014 to 30 June 2015 £
Turnover		-	-
Cost of sales		-	-
Gross profit		-	-
Administrative expenses		(4,200)	-
Operating loss	3	(4,200)	-
Net finance income		22,440	-
Profit on ordinary activities before taxation		18,240	-
Tax credit on profit on ordinary activities		(3,888)	-
Profit on ordinary activities after taxation		14,352	-
Other comprehensive income		-	-
Total comprehensive income for the financial period		14,352	-

All items in the above statement derive from continuing operations.

# Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)

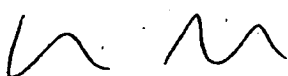
## Balance sheets

As at 31 December 2016

		Group		Company	
	Notes	31 December 2016 £	30 June 2015 £	31 December 2016 £	30 June 2015 £
<b>Fixed assets</b>					
Tangible assets	5	17,016,033	1,437,175	-	-
Investments	6	-	-	1	1
		<u>17,016,033</u>	<u>1,437,175</u>	<u>1</u>	<u>1</u>
<b>Current assets</b>					
Debtors	7	4,989,449	27,252	1	1
Restricted cash		1,528,395	-	-	-
Cash at bank and in hand		<u>2,295,296</u>	<u>-</u>	<u>-</u>	<u>-</u>
		8,813,140	27,252	1	1
<b>Creditors: amounts falling due within one year</b>	8	<u>(25,814,820)</u>	<u>(1,464,426)</u>	<u>(1)</u>	<u>(1)</u>
<b>Net current (liabilities) / assets</b>		<u>(17,001,680)</u>	<u>(1,437,174)</u>	<u>-</u>	<u>-</u>
<b>Net assets</b>		<u>14,353</u>	<u>1</u>	<u>1</u>	<u>1</u>
<b>Capital and reserves</b>					
Called-up share capital		1	1	1	1
Profit and loss account		14,352	-	-	-
<b>Shareholder's funds</b>		<u>14,353</u>	<u>1</u>	<u>1</u>	<u>1</u>

The profit for the financial period dealt with in the financial statements of the parent Company was £nil (2015: £nil). As permitted by Section 408 of the Companies Act 2006, no separate profit and loss account or statement of comprehensive income is presented in respect of the parent Company.

The financial statements of Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited), registered number 08177747 were approved by the board of directors and authorised for issue on 27 September 2017.



C Reid  
Director

# Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)

## Statements of changes in equity

As at 31 December 2016

### Group

	Called-up share capital £	Profit and loss account £	Total £
<b>As at 1 July 2015</b>	1	-	1
Profit for the financial year	-	-	-
Other comprehensive income / (loss)	-	-	-
<b>Total comprehensive income / (loss)</b>	-	-	-
<b>As at 30 June 2015</b>	1	-	1
Profit for the financial period	-	14,352	14,352
Other comprehensive income / (loss)	-	-	-
<b>Total comprehensive income / (loss)</b>	-	14,352	14,352
<b>As at 31 December 2016</b>	1	14,352	14,353

### Company

	Called-up share capital £	Profit and loss account £	Total £
<b>As at 1 July 2015</b>	1	-	1
Profit for the financial year	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	-	-	-
<b>As at 30 June 2015</b>	1	-	1
Profit for the financial period	-	-	-
Other comprehensive income	-	-	-
<b>Total comprehensive income</b>	-	-	-
<b>As at 31 December 2016</b>	1	-	1

# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Notes to the financial statements**

### **For the period ended 31 December 2016**

#### **1. Accounting policies**

##### **General information**

Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited) is a company limited by shares incorporated in the United Kingdom, England and Wales, under the Companies Act. The address of the registered office is given on page 1. The nature of the Company's and Group's operations and their principal activities are set out in the Directors' report on page 2.

##### **Basis of preparation**

The financial statements have been prepared in accordance with the applicable United Kingdom accounting standards, including Financial Reporting Standard 102 section 1A small entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102'), and with the Companies Act 2006. The financial statements apply the July 2015 amendments to FRS 102. The particular accounting policies adopted are described below and have been applied consistently throughout the current financial period. The prior financial period was prepared under the United Kingdom Generally Accepted Accounting Practice.

Section 1 A for small companies has been applied on the basis that the entity meets the criteria set out within the Companies Act. The directors believe the entity is part of an eligible group on the basis that the ultimate controlling party is not listed on any market.

The Company has taken advantage of the exemptions available to small entities under section 1A in relation to presentation of a cash flow statement and the disclosures of net finance charge, current taxation, financial instruments, share capital and reserves.

This is the first period in which the financial statements have been prepared under FRS 102 section 1A. The prior year financial statements were not restated on adoption of FRS 102 in the current year. Refer to note 13 for an explanation of the transition.

The financial statements are prepared under the historical cost convention, except for the modification to a fair value basis for certain financial instruments.

##### **Going concern**

The financial statements have been prepared on the basis the Group is a going concern, which the directors consider appropriate.

The directors have separately reviewed integrated forecasts for the Group, for the foreseeable future, which indicate that the Group will be able to meet its cash flow demands and liabilities as they fall due from cash flows from operations and existing working capital.

The directors have written confirmation that RI Income UK Holdings Limited intends to continue to financially support the Group during the 12 months following the date the financial statements are signed.

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Notes to the financial statements (continued)**

#### **For the period ended 31 December 2016**

##### **1. Accounting policies (continued)**

###### **Tangible fixed assets**

Plant and equipment is stated at cost less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of replacing part of such plant and equipment when that cost is incurred if the recognition criteria are met, but excludes the costs of day-to-day servicing which is expensed as incurred.

Assets in the course of construction are stated at cost and are recognised only when it is probable that a project under development will be constructed by the Company. This decision is based on management judgement when the project meets key criteria required for its successful development, including planning permission and grid access.

Depreciation is provided on all tangible fixed assets, other than freehold land, at the following annual rates in order to write off each asset over its estimated useful life.

Operating wind sites	-	20 years
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###### **Cash**

Cash at bank and in hand on the balance sheet comprise cash in hand and deposits held at call with banks.

Restricted cash amounts comprise of cash balances held with the banks that are only available to fund the capital expenditure of the wind farm construction.

###### **Foreign currency translation**

Transactions in foreign currencies, which are not subject to hedge relationship, are initially recorded in the functional currency rate ruling at the date of each transaction. Monetary assets and liabilities denominated in foreign currencies are re-translated at the functional currency rate of exchange ruling at the balance sheet date, with movements in the sterling equivalent of the balance being taken to the profit and loss account.

# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Notes to the financial statements (continued)**

### **For the period ended 31 December 2016**

#### **1. Accounting policies (continued)**

##### **Taxation**

Current tax, including UK corporation and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

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:

- provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;
- 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.

Where items recognised in other comprehensive income or equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

Deferred tax assets and liabilities are offset only if the Company has a legally enforceable right to set off current tax assets against current tax liabilities.

##### **Borrowing costs**

Borrowing costs are generally expensed as incurred. Borrowing costs that are directly attributable to the construction of an asset are capitalised while the asset is being constructed as part of the cost of that asset. Capitalisation of borrowing costs commences when:

- Expenditures for the asset and borrowing costs are being incurred; and
- Activities necessary to prepare the asset for its intended use are in progress.

Capitalisation ceases when the asset is substantially ready for its intended use or sale. For borrowings associated with a specific asset, the actual rate on that borrowing is used.

# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Notes to the financial statements (continued)**

### **For the period ended 31 December 2016**

#### **1. Accounting policies (continued)**

##### **Investments**

Fixed asset investments are stated at cost less any provision for impairment.

##### **Financial Instruments**

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Group after deducting all of its liabilities.

##### *Financial assets and liabilities*

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Group intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Company, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

##### **Equity instruments**

Equity instruments issued by the Company are recorded at the fair value of cash or other resources received or receivable, net of direct issue costs.

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Notes to the financial statements (continued)**

#### **For the period ended 31 December 2016**

##### **1. Accounting policies (continued)**

###### **Financial Instruments (continued)**

###### **Impairment of assets**

Assets, other than those measured at fair value, are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss as described below.

###### *Non-financial assets*

An asset is impaired where there is objective evidence that, as a result of one or more events that occurred after initial recognition, the estimated recoverable value of the asset has been reduced. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use.

Where indicators exist for a decrease in impairment loss, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

###### *Financial assets*

For financial assets carried at amortised cost, the amount of impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

Where indicators exist for a decrease in impairment loss, and the decrease can be related objectively to an event occurring after the impairment was recognised, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired financial asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.



# **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

## **Notes to the financial statements (continued)**

### **For the period ended 31 December 2016**

#### **2. Critical accounting judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the period. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements.

##### **Operating lease commitments**

The classification of leases as operating or finance leases requires the Group to determine, based on evaluation of the terms and conditions of the arrangements, whether it acquires the significant risks and rewards of ownership of these assets and accordingly whether the lease requires recognition on the balance sheet.

##### **Deferred taxation**

Deferred tax assets are only recognised when management deem that it is highly probable that there will be sufficient taxable profits in future periods which can utilise the deferred tax asset.

#### **3. Operating profit**

	<b>1 July 2015 to 31 December 2016 £</b>	<b>1 July 2014 to 30 June 2015 £</b>
<b>Operating loss is stated after charging:</b>		
Auditor's remuneration:		
Audit fees	<u>4,200</u>	<u>-</u>

Audit fees were borne by a previous group company in the prior period.

#### **4. Information regarding directors and employees**

The Company has no employees (30 June 2015: Nil). None of the directors received any remuneration from the Company during the period (30 June 2015: Nil). Services are provided to the Company through a third party construction management agreement.

# Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)

## Notes to the financial statements (continued)

For the period ended 31 December 2016

### 5. Tangible fixed assets

Group	Assets under construction £
Cost and net book value	
At 1 July 2015	1,437,175
Additions	15,578,858
At 31 December 2016	<u>17,016,033</u>

Included within tangible fixed asset cost is £325,138 (30 June 2015: £nil) of capitalised borrowing costs.

### 6. Investments

	Company	
	31 December 2016 £	30 June 2015 £
Subsidiary undertakings	<u>1</u>	<u>1</u>

Investments are directly owned 100% holdings of the ordinary share capital of one subsidiary, Mynydd Portref Windfarm Limited. This subsidiary is incorporated in the United Kingdom with the principal activity in the period being the construction of a wind farm.

### 7. Debtors

	Group	
	31 December 2016 £	30 June 2015 £
Prepayments and accrued income	154,000	-
Amounts owed by group companies	4,581,573	7,538
Other debtors	253,876	19,713
	<u>4,989,449</u>	<u>27,251</u>

Within amounts owed by group companies, the Company has an outstanding debtor of £1 (30 June 2015: £1) in relation to called-up share capital not yet paid-up. Refer to note 10.

# Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)

## Notes to the financial statements (continued)

For the period ended 31 December 2016

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

	<b>Group</b>	
	<b>31 December</b>	<b>30 June</b>
	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade creditors	981,656	39,692
Accruals	415,153	-
Other creditors	21,825	-
Amounts owed to group companies	24,396,185	1,424,734
	<b>25,814,819</b>	<b>1,464,426</b>

Amounts owed to group companies are repayable on demand. Refer to note 10.

### 9. Financial commitments

#### Capital commitments

As at the period end, there were capital commitments amounting to £3,916,213 (2015: £nil) relating to the construction of the wind farm. Funding for these commitments will be through existing cash and restricted cash balances.

#### Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases for land and buildings are as follows:

	<b>31 December</b>	<b>30 June</b>
	<b>2016</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
<b>Expiry date</b>		
- within one year	37,300	-
- between one and five years	149,200	-
- after five years	877,950	-
	<b>1,064,450</b>	<b>-</b>

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Notes to the financial statements (continued)**

#### **For the period ended 31 December 2016**

##### **10. Related party disclosures**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiary within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

At the period end, the Company and its subsidiaries had outstanding intercompany balances with different members of the wider group as follows:

	<b>31 December 2016 £</b>
Amounts owed by another group companies:	
Denzell Downs Limited	687,813
Rodbaston Limited	486,419
Chalgrove Solar Limited	110,410
Hale Farm Solar Limited	62,077
Brackagh Quarry Windfarm Limited	4,718
	<u>1,351,437</u>

All of the above amounts are short-term, interest free and repayable on demand.

	<b>31 December 2016 £</b>
Amounts owed to another group companies:	
RI Income UK Holdings Limited	5,873,516
BRI UK Finance Limited	12,670,440
Mynydd Brombil Limited	2,619,702
French Farm Limited	2,392
	<u>21,166,050</u>

The amount owed to RI Income UK Holdings Limited is interest free. The amount owed to BRI UK Finance Limited is an interest bearing loan (30 June 2015: £nil), which charges interest at 6.3% per annum. At the year end the amount due to BRI UK Finance Limited had accrued interest of £577,762 (30 June 2015: £nil). All of the above amounts are repayable on demand.

The Group did not enter into any other transactions with related parties.

## **Mynydd Portref Holdings Limited (REG Mynydd Portref Holdings Limited)**

### **Notes to the financial statements (continued)**

#### **For the period ended 31 December 2016**

##### **11. Ultimate parent undertaking**

On 21 December 2015, the Company was purchased as part of a wider transaction by RI Income UK Holdings Limited. The ultimate parent undertaking and controlling party in this group is considered to be Renewable Income UK, a sub-fund of Blackrock Infrastructure Funds Public Limited Company, an investment company registered in Ireland which accounts for investments at fair value and does not prepare consolidated financial statements.

The immediate parent company as at 31 December 2016 is RI Income UK Holdings Limited, an investment company registered in England & Wales which accounts for investments at fair value and does not prepare consolidated financial statements. The accounts are available from the registered office at 12 Throgmorton Avenue, London, EC2N 2DL.

##### **12. Off- balance sheet arrangements**

The Group enters into operating lease arrangements for the land on which the wind farm is located. The Group commitments under these arrangements are disclosed in note 9. There are no other material off-balance sheet arrangements.

##### **13. Explanation of transition to FRS 102**

This is the first period that the Company has presented its financial statements under Financial Reporting Standard 102 section 1A small entities (FRS 102 section 1A) issued by the Financial Reporting Council. The last financial statements under previous UK GAAP were for the year ended 30 June 2015 and the date of transition to FRS 102 section 1A was the start of that year, 1 July 2014. As a consequence of adopting FRS 102, a number of accounting policies have changed to comply with that standard, however there are no material adjustments to brought forward equity and as such there is no reconciliation to present.