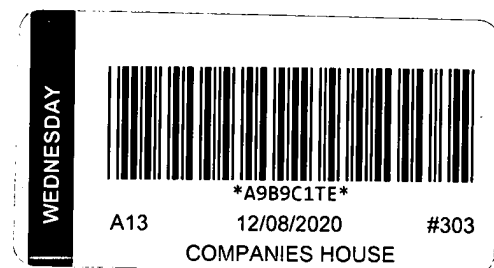


Registration number: OC398487

# Aberarder Wind Farm LLP

Annual Report and Financial Statements  
for the Year Ended 31 October 2019



## **Aberarder Wind Farm LLP**

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## **Aberarder Wind Farm LLP**

### **Limited liability partnership information**

**Designated members** Renewable Energy Systems Limited  
Aberarder Partnership LLP

**Registered office** Beaufort Court  
Egg Farm Lane  
Kings Langley  
United Kingdom  
WD4 8LR

**Bankers** Lloyds Bank  
PO Box 72  
Bailey Drive  
Gillingham Business Park  
Gillingham  
Kent  
ME8 0LS

**Auditor** Deloitte LLP  
London  
United Kingdom

## Aberarder Wind Farm LLP

### Members' Report for the Year Ended 31 October 2019

The members present their report and the audited financial statements for the year ended 31 October 2019.

#### **Firm structure**

The LLP is a Limited Liability Partnership registered in the United Kingdom. A list of designated members' names is available for inspection at the LLP's registered office.

#### **Principal activity**

The principal activity of the LLP is to develop a wind farm project with the intention of building assets in the form of wind turbines which will generate electricity to be sold in future.

#### ***Review of the business and future developments***

The LLP's key financial and other performance indicators during the year were as follows:

	Unit	2019	2018
Fixed Asset Additions	£	1,470,000	634,000

#### **Principal risks and uncertainties**

The principal risk concerns liquidity and ensuring the LLP has sufficient resources to fund the continuing development of the wind farm. The members review forecasts of the development spend and ensure that capital contributions are made to the LLP to enable it to meet its cash requirements.

#### **The impact of the UK's exit from the EU**

Following the referendum in 2016, the members of Aberarder Wind Farm LLP have been assessing the potential impact of Brexit on the LLP. The members have been assessing different scenarios for the UK's potential exit from the EU but does not believe any of these scenarios will pose a significant risk to the business. The members continue to monitor developments in this area in line with business risk management processes and procedures.

#### **Impact of COVID-19**

Since the start of 2020 there has been an outbreak of COVID-19 (coronavirus) which has led to uncertainty in the market. The members of Aberarder Wind Farm LLP continue to follow advice given by the World Health Organisation and Public Health England to ensure that best practice measures are followed. To date there has not been a material impact on the LLP's operations. The members do not believe that there is a significant risk to the business as a result of the COVID-19 pandemic but will continue to monitor any future developments.

#### **Going concern**

The LLP agreement requires the members to contribute capital as needed to allow the LLP to meet its current and future obligations. The members of the LLP are satisfied after appropriate consultation, review of forecasts and projections, and taking account of reasonably possible changes in trading performance and the current funds available, that the LLP is able to operate for at least twelve months from the signing of the Members' Report and Financial Statements.

For this reason the members believe that the LLP has adequate resources to continue in operational existence and therefore it is appropriate that the LLP adopts the going concern basis in preparing the Annual Report and Financial Statements.

#### **Designated members**

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

Renewable Energy Systems Limited

Aberarder Partnership LLP

## **Aberarder Wind Farm LLP**

### **Members' Report for the Year Ended 31 October 2019 (continued)**

#### **Members' drawings and the subscription and repayment of members' capital**

Members are not permitted to make drawings in anticipation of profits which will be allocated to them. Profits may be shared between members once all of the LLP's liabilities are settled.

Members are required to contribute capital from time to time in order to fund the development and construction of the LLP's assets. During the year, members made a capital contribution of £nil (2018: £715,000).

#### **Disclosure of information to the auditors**

Each member has taken steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that the limited liability partnership's auditors are aware of that information. The members confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

#### **Reappointment of auditors**

The auditors Deloitte LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006, as applied to limited liability partnerships.

Approved by the Members on 3 August 2020 and signed on their behalf by:

DocuSigned by:



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Renewable Energy Systems Limited

Designated member

## **Aberarder Wind Farm LLP**

### **Statement of Members' Responsibilities for the Year Ended 31 October 2019**

The members are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

The Limited Liability Partnerships (Accounts & Audit) (Application of Companies Act 2006) Regulations 2008 require the members to prepare financial statements for each financial year. Under that law the members 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 UK and Republic of Ireland". The financial statements are required by law to give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that year. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 Partnership will continue in business.

The members are responsible for keeping adequate accounting records that disclose with reasonable accuracy, at any time, the financial position of the LLP, and enable them to ensure that the financial statements comply with the Companies Act 2006, as applicable to limited liability partnerships. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

These responsibilities are exercised by the Management Committee on behalf of the members.

## **Aberarder Wind Farm LLP**

### **Independent Auditor's Report to the Members of Aberarder Wind Farm LLP**

#### **Opinion**

In our opinion the financial statements of Aberarder Wind Farm LLP ( the "limited liability partnership"):

- give a true and fair view of the state of the limited liability partnership's affairs as at 31 October 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice 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, as applied to limited liability partnerships.

We have audited the financial statements, which comprise the Profit and Loss Account, Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Members' Interests, and related notes 1 to 9.

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).

#### **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 limited liability partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (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 are required by ISAs (UK) to report in respect of the following matters where:

- the members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the limited liability partnership'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.

We have nothing to report in respect of these matters.

## **Aberarder Wind Farm LLP**

### **Independent Auditor's Report to the Members of Aberarder Wind Farm LLP (continued)**

#### **Other information**

The members 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.

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 respect of these matters.

#### **Responsibilities of members**

As explained more fully in the Statement of Members' Responsibilities, the members 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 members 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 members are responsible for assessing the limited liability partnership'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 members either intend to liquidate the limited liability partnership 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.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Matters on which we are required to report by exception**

Under the Companies Act 2006 as applied to limited liability partnerships, we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept by the limited liability partnership, 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
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.



**Aberarder Wind Farm LLP**

**Independent Auditor's Report to the Members of Aberarder Wind Farm LLP  
(continued)**

**Use of our report**

This report is made solely to the limited liability partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied to limited liability partnerships. Our audit work has been undertaken so that we might state to the limited liability partnership'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 limited liability partnership, and the limited liability partnership members as a body, for our audit work, for this report, or for the opinions we have formed.



Darren Longley FCA (Senior Statutory Auditor)  
For and on behalf of Deloitte LLP, Statutory Auditor

London  
United Kingdom  
3 August 2020

## Aberarder Wind Farm LLP

### Profit and Loss Account for the Year Ended 31 October 2019

	Note	2019 £	2018 £
Turnover		-	-
Administrative expenses		<u>(7,352)</u>	<u>(12,962)</u>
Operating loss	3	(7,352)	(12,962)
Other interest receivable and similar income	4	593	203
Interest payable and similar charges	5	<u>-</u>	<u>(282)</u>
Loss for the year before members' remuneration charged as an expense		<u>(6,759)</u>	<u>(13,041)</u>
Loss for the year		<u><u>(6,759)</u></u>	<u><u>(13,041)</u></u>

Turnover and operating profit derive wholly from continuing operations.

The notes on pages 12 to 17 form an integral part of these financial statements.

## Aberarder Wind Farm LLP

### Statement of Comprehensive Income for the Year Ended 31 October 2019


	2019 £	2018 £
Loss for the year	(6,759)	(13,041)
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive loss for the year	<u><u>(6,759)</u></u>	<u><u>(13,041)</u></u>

The notes on pages 12 to 17 form an integral part of these financial statements.

**Aberarder Wind Farm LLP**  
**(Registration number: OC398487)**  
**Balance Sheet as at 31 October 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	6	3,404,971	1,934,697
<b>Current assets</b>			
Debtors	7	4,053	-
Cash and short-term deposits		111,797	74,936
		<u>115,850</u>	<u>74,936</u>
Creditors: Amounts falling due within one year	8	<u>(1,770,243)</u>	<u>(252,296)</u>
Net current liabilities		<u>(1,654,393)</u>	<u>(177,360)</u>
Total assets less current liabilities		<u>1,750,578</u>	<u>1,757,337</u>
Net assets attributable to members		<u>1,750,578</u>	<u>1,757,337</u>
<b>Represented by:</b>			
<b>Members' other interests</b>			
Members' capital classified as equity		1,786,941	1,786,941
Other reserves		<u>(36,363)</u>	<u>(29,604)</u>
		<u>1,750,578</u>	<u>1,757,337</u>
		<u>1,750,578</u>	<u>1,757,337</u>
<b>Total members' interests</b>			
Members' other interests		<u>1,750,578</u>	<u>1,757,337</u>
		<u>1,750,578</u>	<u>1,757,337</u>

The financial statements of Aberarder Wind Farm LLP (registered number OC398487) were approved by the Members and authorised for issue on 3 August 2020. They were signed on behalf of the LLP by:

DocuSigned by:  
  
 .....7C20A2A73908A17.....  
 Renewable Energy Systems Limited  
 Designated member

# Aberarder Wind Farm LLP

## Statement of Changes in Members' Interests At 31 October 2019

	<u>Members' other interests</u>			
	Members' capital classified as equity £	Other reserves £	Total £	Total 2019 £
Members' interest at 1 November 2018	1,786,941	(29,604)	1,757,337	1,757,337
Loss for the financial year	-	(6,759)	(6,759)	(6,759)
<b>At 31 October 2019</b>	<b>1,786,941</b>	<b>(36,363)</b>	<b>1,750,578</b>	<b>1,750,578</b>

	<u>Members' other interests</u>			<u>Loans and other debts due to/(from) members</u>	
	Members' capital classified as equity £	Other reserves £	Total £	Members' other amounts £	Total 2018 £
Members' interest at 1 November 2017	1,071,525	(16,563)	1,054,962	13,915	1,068,877
Loss for the financial year	-	(13,041)	(13,041)	-	(13,041)
Members' capital introduced	715,416	-	715,416	-	715,416
Other amounts introduced by members	-	-	-	(13,915)	(13,915)
<b>At 31 October 2018</b>	<b>1,786,941</b>	<b>(29,604)</b>	<b>1,757,337</b>	<b>-</b>	<b>1,757,337</b>

The notes on pages 12 to 17 form an integral part of these financial statements.

## **Aberarder Wind Farm LLP**

### **Notes to the Financial Statements**

#### **1 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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the requirements of the Statement of Recommended Practice Accounting by Limited Liability Partnerships (issued July 2014).

##### **General information and basis of accounting**

The LLP is incorporated in the United Kingdom under the Limited Liability Partnership Act 2000. The address of the registered office is given on the LLP information page. The nature of the LLP's operations and its principal activities are given in the members' report.

These financial statements have been prepared using the historical cost convention.

The functional currency of Aberarder Wind Farm LLP is considered to be pounds sterling because that is the currency of the primary economic environment in which the LLP operates.

##### **Going concern**

The LLP agreement requires the members to contribute capital as needed to allow the LLP to meet its current and future obligations. The members of the LLP are satisfied after appropriate consultation, review of forecasts and projections, and taking account of reasonably possible changes in trading performance and the current funds available, that the LLP is able to operate for at least twelve months from the signing of the Members' Report and Financial Statements.

For this reason the members believe that the LLP has adequate resources to continue in operational existence and therefore it is appropriate that the LLP adopt the going concern basis in preparing the Members' Report and Financial Statements.

##### **Members' remuneration and division of profits**

The SORP recognises that the basis of calculating profits for allocation may differ from the profits reflected through the financial statements prepared in compliance with recommended practice, given the established need to seek to focus profit allocation on ensuring equity between different generations and populations of members.

Members' fixed shares of profits (excluding discretionary fixed share bonuses) and interest earned on members' balances are automatically allocated and, are treated as members' remuneration charged as an expense to the profit and loss account in arriving at profit available for discretionary division among members.

The remainder of profit shares, which have not been allocated until after the balance sheet date, are treated in these financial statements as unallocated at the balance sheet date and included within other reserves.

##### **Taxation**

The taxation payable on the partnership's profits is the personal liability of the members, although payment of such liabilities is administered by the partnership on behalf of its members. Consequently, neither partnership taxation nor related deferred taxation is accounted for in these financial statements. Sums set aside in respect of members' tax obligations are included in the balance sheet within loans and other debts due to members, or are set against amounts due from members as appropriate.

**Aberarder Wind Farm LLP**

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

**1 Accounting policies (continued)**

**Tangible fixed assets**

All tangible fixed assets are stated at cost net of accumulated depreciation and accumulated provision for impairment losses, if any. Such cost includes the cost of replacing parts of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. All repair and maintenance costs are recognised in the profit and loss account as incurred.

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

**Asset class**

Wind Farm in construction (Plant & machinery)

**Depreciation method and rate**

No depreciation prior to operation  
(depreciation will commence once  
construction is complete and the assets are  
operating)

**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.

**Members' interests**

Amounts due to members after more than one year comprise provisions for annuities to current members and certain loans from members which are not repayable within twelve months of the balance sheet date.

## **Aberarder Wind Farm LLP**

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

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

##### **Financial instruments**

###### **Classification**

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

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as 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 finance 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 balance sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the LLP intends 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 LLP transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the LLP, despite having retained some significant risks and rewards of ownership, has transferred control of the asset to another party and the other party has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without needing to impose additional restrictions on the transfer.

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

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

No material judgements or estimations were required in presenting the Members' report or financial statements.



## Aberarder Wind Farm LLP

### Notes to the Financial Statements (continued)

#### 3 Operating loss

Operating loss is stated after charging:

	2019 £	2018 £
Auditors remuneration	<u>7,336</u>	<u>6,750</u>

#### 4 Other interest receivable and similar income

	2019 £	2018 £
Other interest receivable and similar income	<u>593</u>	<u>203</u>
	<u>593</u>	<u>203</u>

#### 5 Interest payable and similar charges

	2019 £	2018 £
Other interest payable	<u>-</u>	<u>282</u>

# Aberarder Wind Farm LLP

## Notes to the Financial Statements (continued)

### 6 Tangible fixed assets

	Plant and machinery £	Total £
<b>Cost</b>		
At 1 November 2018	1,934,697	1,934,697
Additions	<u>1,470,274</u>	<u>1,470,274</u>
At 31 October 2019	3,404,971	3,404,971
<b>Depreciation</b>		
At 31 October 2019	<u>-</u>	<u>-</u>
<b>Net book value</b>		
At 31 October 2019	<u>3,404,971</u>	<u>3,404,971</u>
At 31 October 2018	<u>1,934,697</u>	<u>1,934,697</u>

### 7 Debtors

	2019 £	2018 £
Other debtors	<u>4,053</u>	<u>-</u>

## Aberarder Wind Farm LLP

### Notes to the Financial Statements (continued)

#### 8 Creditors: Amounts falling due within one year

	2019	2018
	£	£
Amounts owed to participating interests	1,293,839	-
Accruals and deferred income	476,404	252,296
	<u>1,770,243</u>	<u>252,296</u>

#### 9 Control

The LLP is controlled by Renewable Energy Systems Limited. The ultimate controlling party is The McAlpine Partnership Trust.

The ultimate parent is Renewable Energy Systems Holdings Limited. The ultimate parent is incorporated in United Kingdom.