

Financial Statements

Harlaw Hydro Limited
For the year ended 31 March 2025

Prepared by Framework Advisory

Contents

3	Company Information
4	Directors' Report
5	Accountants' Report
6	Profit and Loss Account
7	Balance Sheet
8	Notes to the Financial Statements
11	Detailed Profit and Loss

Company Information

Harlaw Hydro Limited

For the year ended 31 March 2025

Board of Management

Martin Petty (Chair)

Gordon Grassick (Finance)

Alister Skinner

Andrew Clark

Ian Hynd

Michael Molleson

Simon Dormer

Richard Blackburn

Lynn Molleson

Karen Scott (Balerno Village Trust appointment)

Emma Galloway (Balerno Village Trust appointment)

David Spacey (Balerno Village Trust appointment)

Company Number

2759RS (SP002759)

Website

www.harlawhydro.org.uk

Registered Office

Balerno Parish Church, 2 Main Street, BALERNO, Midlothian, GBR, EH14 7EH

Accountants

Gordon Mavor ACMA, **Frmwork Ltd**

7 South Charlotte Street, EDINBURGH, EH2 4AN

Directors' Report

Harlaw Hydro Limited

For the year ended 31 March 2025

The directors present their report and the financial statements of the company for the period ended 31 March 2025

Review of business

Harlaw Hydro Limited is an Industrial Provident Society (IPS), setup for the benefit of the Community.

Objects

The Objects of the Society are to carry on any business for the benefit of the Community, including:

(a) Support the activities of Balerno Village Trust (registered number SC 369378) in its charitable activities, by donating a proportion of its annual revenue to Balerno Village Trust.

(b) To develop and operate a renewable energy project, or projects.

Further information about Harlaw Hydro Ltd and the generation of electricity is available at:

www.harlawhydro.org.uk

Application of Profits

Any profits of the Society shall be applied as follows in such proportions and in such manner as may be decided by the Society at the annual general meeting:

(a) To a general reserve for the continuation and development of the Society;

(b) To paying interest on issued share capital at such rate or rates as determined by the Board from time to time, but not exceeding 5% per annum or 2% above the Co-operative Bank's base rate, whichever is the greater;

(c) To making payments to the Balerno Village Trust (SC 369378) for use in accordance with its charitable objectives.

Directors' responsibilities

The company is entitled to exemption from audit under section 477 (2) of the Companies Act 2006 for the period ended 31 March 2025. No notice has been deposited under section 476 (2) in relation to its financial statements for the financial year. The directors acknowledge their responsibility for:

1. ensuring the company keeps accounting records which comply with section 386 of the Companies Act 2006; and,
2. preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2025 and of its profit for the financial year in accordance with the requirements of section 393 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, as far as applicable to the company.

Directors declaration

In accordance with the engagement letter, I approve the financial information which comprises the Profit and Loss account, the Balance Sheet and the related notes. I acknowledge my responsibility for the financial information, including the appropriateness of the applicable financial reporting framework as set out in the notes, and for providing Frmwork Ltd with all information and explanations necessary for their compilation.

Signed:

Date:

Gordon Grassick, Director

Accountants' Report

Harlaw Hydro Limited

For the year ended 31 March 2025

I have examined the abbreviated accounts together with the full financial statements of Harlaw Hydro Limited for the period ended 31 March 2025. The scope of my work for the purpose of this report was limited to confirming that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from the full financial statements.

In my opinion the company is entitled, under section 444 of the Companies Act 2006, to deliver abbreviated accounts of the company in respect of the period ended 31 March 2025. I am not required to express an audit opinion on the truth and fairness of these abbreviated accounts.

As reporting accountant I reported to the members of the company in May 2025 on the accounts prepared under section 393 of the Companies Act 2006 for the period ended 31 March 2025. My opinion was as follows:

Accountants' Report to the members of Harlaw Hydro Limited

I report on the accounts for the period ended 31 March 2025 as set out on the following pages.

Respective responsibilities of directors and reporting accountant

As described in the directors' report the company's directors are responsible for the preparation of the accounts and they consider that the company is exempt from an audit. It is my responsibility to carry out procedures designed to enable me to report on my opinion.

Basis of opinion

My work was conducted in accordance with Statements of Standards for Reporting Accountants, and so my procedures consisted of comparing the accounts with the Accounting Records kept by the company and making such limited enquiries of the officers of the company as I considered necessary for the purposes of this report. These procedures provide only the assurance expressed in my opinion.

Opinion

In my opinion:-

1. the accounts are in agreement with the accounting records kept by the company under section 386 of the Companies Act 2006.
2. having regard only to, and on the basis of, the information contained in those accounting records:
 1. the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 477(1) of the Act: and
 2. the company satisfies the conditions for exemption from an audit of the accounts for the year specified in section 477(2) of the Act and did not at any time within the year, fall within the categories of companies not entitled to the exemption specified in section 478.

The Society have approved the financial information for the period ended 31 March 2025 and have acknowledged responsibility for it, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for its compilation.

We have not verified the accuracy or completeness of the accounting records or information and explanations The Society have given to us and we do not, therefore, express any opinion on the financial accounts.

Signed:

Date:

Gordon Mavor ACMA, Reporting Accountant

Frmwork Ltd

Profit and Loss Account

Harlaw Hydro Limited

For the year ended 31 March 2025

	NOTES	2025	2024
Turnover			
Electricity Generation	2	169,979	182,224
Gross Profit		169,979	182,224
Other Income			
Other Income		7,950	7,055
Expenses			
Administration Expenses		175,649	185,784
Net Profit (Loss)		2,280	3,494
Taxation and Adjustments			
Corporation Tax		1,463	950
Profit (loss) After Taxation		817	2,544

Turnover and profit all relates to continuing activities.

There are no recognised gains and losses in 2025 other than the profit for the period.

Balance Sheet

Harlaw Hydro Limited As at 31 March 2025

	NOTES	31 MAR 2025	2024
Fixed Assets			
Tangible Assets	3	182,137	194,499
Investments	4	84,000	86,000
Current Assets			
Cash at bank and in hand	5	266,587	234,476
Debtors	6	27,638	44,726
Total Current Assets		294,225	279,203
Creditors: amounts falling due within one year			
Current Creditors	7	140,220	133,377
Net current assets		154,005	145,825
Creditors: amounts falling due after more than one year			
Long-Term Creditors	8	84,500	77,000
Net Assets		335,642	349,325
Retained Earnings			
Share Capital	9	291,400	305,900
Profit & Loss Account	10	44,242	43,425
Shareholders Funds		335,642	349,325

Advantage has been taken of the exemptions conferred by the Companies Act 2006 section 382 for small companies on the basis that the company is entitled to those exemptions as a small company.

The company is entitled to exemption from audit under section 477(2) of the Companies Act 2006 for the year ended 31 March 2025. No notice has been deposited under section 476(2) in relation to its financial statements for the financial year.

The directors acknowledge their responsibility for:

1. ensuring the company keeps accounting records which comply with section 386 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of the affairs of the company as at 31 March 2025 and of its profit for the financial year in accordance
2. with the requirements of section 393 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, as far as applicable to the company.

Signed:

Date:

Martin Petty, Director

Notes to the Financial Statements

Harlaw Hydro Limited

For the year ended 31 March 2025

1. Accounting Policies

Accounting Convention

The accounts have been prepared under the historical cost convention in accordance with applicable accounting standards.

2. Turnover

Turnover represents the value of income, excluding value added tax, and is derived entirely from activities carried out within the United Kingdom.

2025 2024

3. Tangible Assets

Grid Connection

Cost

Opening Balance	24,961	24,961
Total Cost	24,961	24,961

Depreciation

Opening Balance	(11,232)	(9,984)
Depreciation-Grid Connection.	(1,248)	(1,248)
Total Depreciation	(12,480)	(11,232)

Total Grid Connection	12,481	13,729
------------------------------	---------------	---------------

Plant and machinery

Cost

Opening Balance	324,426	324,426
Plant & Machinery	5,108	-
Total Cost	329,534	324,426

Depreciation

Opening Balance	(143,655)	(127,434)
Depreciation-Plant & Machinery.	(16,221)	(16,221)
Total Depreciation	(159,877)	(143,655)

Total Plant and machinery	169,657	180,771
----------------------------------	----------------	----------------

Total Tangible Assets	182,137	194,499
------------------------------	----------------	----------------

Tangible fixed assets

Depreciation is provided, at the following annual rates in order to write off each asset over its estimated useful life.

Account	Method	Rate
Grid Connection	Straight Line	5%
Plant & Machinery	Straight Line	5%

	2025	2024
4. Investments		
Auchrobert Community Energy (Wind Farm)	4,000	6,000
Awesome Energy (Hydro Scheme)	5,000	5,000
Brighton & Hove Energy Services Co-Operative (Renewable Projects)	5,000	5,000
Grannell Community Energy (Wind Turbines)	5,000	5,000
Reading Hydro Community Benefit Society (Hydro Scheme)	5,000	5,000
Brighton & Hove Community Land Trust (Student Housing)	4,000	4,000
Bristol Energy (Hydro Scheme)	5,000	5,000
Common Ground against Homelessness (Homeless Accommodation)	5,000	5,000
Highland Community Energy (Hydro Scheme)	6,000	6,000
Low Carbon Hub (Renewable Projects)	8,000	8,000
Latch (Affordable Homes)	6,000	6,000
Bridport Community Housing (Affordable Homes)	6,000	6,000
Energise Barnsley (Renewable Projects)	6,000	6,000
EZ Change (EV Charging)	6,000	6,000
Energy Garden 2 (Solar - Community engagement)	8,000	8,000
Total Investments	84,000	86,000

These Investments have been spread over Community projects to maximise use of free cash and to minimise Investment risk.

	2025	2024
5. Cash at Bank		
Co-op Savings Instant	69,547	51,000
Co-op Current	3,719	10,824
Co-op Savings 95 Day	42,879	36,949
Nationwide Savings	150,443	135,703
Total Cash at Bank	266,587	234,476

	2025	2024
6. Debtors		
Accrual - Sales FIT	23,526	36,009
Debtors - other	752	609
Sales Ledger	3,360	8,108
Total Debtors	27,638	44,726

	2025	2024
7. Creditors: Amounts Falling Due Within One Year		
Accrual - Donation Balerno Village Trust	120,000	110,000
Accrual - Share interest	14,595	15,295
Accrual - Corporation Tax	1,463	950

Accruals - Expenditure	2,142	450
VAT	2,021	4,896
Purchase Ledger	-	1,786
Total Creditors: Amounts Falling Due Within One Year	140,220	133,377
	2025	2024

8. Creditors: Amounts Falling Due After One Year

Provision - Repairs	75,000	70,000
Provision - Property	9,500	7,000
Total Creditors: Amounts Falling Due After One Year	84,500	77,000

Provisions have been created for the potential cost of repairs to the grid connection and to the plant & machinery, over their useful life. The Board estimates that the short term potential cost of this is £85,000.

	2025	2024
--	------	------

9. Share Capital

Share Capital	291,400	305,900
Total Share Capital	291,400	305,900

The majority of the reduction in Share Capital reflects share redemptions, either in full or in part.

	2025	2024
--	------	------

10. Profit and Loss Account

Retained Earnings	43,425	40,880
Current Year Earnings	817	2,544
Total Profit and Loss Account	44,242	43,425

Detailed Profit and Loss

Harlaw Hydro Limited

For the year ended 31 March 2025

	NOTES	2025	2024
Electricity Generation			
FIT Generation - SSE/OVO		86,517	93,962
REGO's - Limejump		-	29
REGO's - OVO		-	480
Export Generation - OVO		-	15,053
Export Generation - Octopus		81,593	72,095
REGO's - Octopus		1,870	605
Total Electricity Generation		169,979	182,224
Gross Profit		169,979	182,224
Other Income			
Share Capital Gifted		-	2,000
Interest - Investment		3,321	2,648
Interest - Bank		4,379	2,352
Other Income		250	55
Total Other Income		7,950	7,055
Administration Expenses			
Accountancy Fees		300	300
Depreciation		17,469	17,469
Donations		120,000	110,000
Electricity		481	714
General Administration		262	6,279
Insurance		8,363	7,356
Provisions		7,500	20,500
Repairs and Maintenance		5,761	6,741
Shareholder Interest		14,570	15,375
Subscriptions		120	115
Telephone & Data		822	936
Total Administration Expenses		175,649	185,784
Net Profit (Loss)		2,280	3,494
Taxation and Adjustments			
Corporation Tax		1,463	950
Profit (loss) After Taxation		817	2,544