
MEADOW BLUE COMMUNITY ENERGY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

MEADOW BLUE COMMUNITY ENERGY LIMITED

COMPANY INFORMATION

Directors

Christopher Charles Rowland
Nicholas John Rouse
Roger Marshall (resigned 23 May 2025)
Jonathan Parkinson
Roy Thomas Broughton
Clive Natrass (resigned 17 September 2024)
Anna Glanville-Hearson

Registered number

R7099

Registered office

The Hub
2 Station Street
Lewes
East Sussex
BN7 2DA

Independent auditors

Griffin
Chartered Accountants & Statutory Auditor
Courtenay House
Pynes Hill
Exeter
Devon
EX2 5AZ

MEADOW BLUE COMMUNITY ENERGY LIMITED

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MEADOW BLUE COMMUNITY ENERGY LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2025**

The directors present their report and the financial statements for the year ended 30 June 2025.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the consolidated 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK 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 the Group and of the profit or loss of the Group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Group's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group 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 the Group and to 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 the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors

The directors who served during the year were:

Christopher Charles Rowland
Nicholas John Rouse
Roger Marshall (resigned 23 May 2025)
Jonathan Parkinson
Roy Thomas Broughton
Clive Natrass (resigned 17 September 2024)
Anna Glanville-Hearson

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company and the Group's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company and the Group's auditors are aware of that information.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2025**

Auditors

The auditors, Griffin, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 28/10/2025

and signed on its behalf.

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Christopher Rowland
8D0CAB9981484CE...
Christopher Rowland
Director

Signed by:
R. T. Broughton
FF216A56434B43D...
Roy Thomas Broughton

Mr

Signed by:
N. Rouse
8CB4C8BF9FCD481...
Nicholas Rouse

Mr

MEADOW BLUE COMMUNITY ENERGY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MEADOW BLUE COMMUNITY ENERGY LIMITED

Opinion

We have audited the financial statements of Meadow Blue Community Energy Limited (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 30 June 2025, which comprise the Consolidated Statement of Comprehensive Income, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Changes in Equity, the Company Statement of Changes in Equity and the related notes, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 30 June 2025 and of the Group's profit 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.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

MEADOW BLUE COMMUNITY ENERGY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MEADOW BLUE COMMUNITY ENERGY LIMITED (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The directors are responsible for the other information contained within the Annual Report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 this regard.

Opinion on other matters 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.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent 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 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Group Strategic Report.

MEADOW BLUE COMMUNITY ENERGY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MEADOW BLUE COMMUNITY ENERGY LIMITED (CONTINUED)

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors 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 directors 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 directors are responsible for assessing the Group's and the parent Company'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 directors either intend to liquidate the Group or the parent Company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 Auditors' 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 Group financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our audit procedures have reviewed for evidence of management override, any ongoing legal cases, completeness of related party transactions, as well as an ongoing consideration of fraud and irregularities during the whole audit process.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

MEADOW BLUE COMMUNITY ENERGY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MEADOW BLUE COMMUNITY ENERGY LIMITED (CONTINUED)

Use of our report

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 Auditors' 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.

Signed by:



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Laura Waycott FCA (Senior Statutory Auditor)

for and on behalf of

Griffin

Chartered Accountants & Statutory Auditor

Courtenay House

Pynes Hill

Exeter

Devon

EX2 5AZ

Date: 20/01/2026

MEADOW BLUE COMMUNITY ENERGY LIMITED

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025 £	2024 £
Turnover		1,215,366	946,009
Cost of sales		(103,255)	(42,809)
Gross profit		1,112,111	903,200
Administrative expenses		(406,091)	(417,814)
Operating profit		706,020	485,386
Interest receivable and similar income		14,639	9,929
Interest payable and similar expenses	5	(235,466)	(252,907)
Profit before taxation		485,193	242,408
Tax on profit		(121,300)	23,747
Profit for the financial year		363,893	266,155
Total comprehensive income for the year		363,893	266,155
Profit for the year attributable to:			
Owners of the parent Company		363,893	266,155
		363,893	266,155

The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED
REGISTERED NUMBER: R7099

CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2025

	Note	2025 £	2024 £
Fixed assets			
Intangible assets	6	69,367	62,342
Tangible assets	7	3,930,027	4,201,693
		<u>3,999,394</u>	<u>4,264,035</u>
Current assets			
Debtors	9	372,541	146,721
Cash at bank and in hand	10	1,065,418	888,822
		<u>1,437,959</u>	<u>1,035,543</u>
Creditors: amounts falling due within one year	11	(547,782)	(506,178)
Net current assets		<u>890,177</u>	<u>529,365</u>
Total assets less current liabilities		<u>4,889,571</u>	<u>4,793,400</u>
Creditors: amounts falling due after more than one year	12	(3,252,702)	(3,546,066)
Provisions for liabilities			
Deferred taxation	14	(75,142)	-
		<u>(75,142)</u>	<u>-</u>
Net assets excluding pension asset		<u>1,561,727</u>	<u>1,247,334</u>
Net assets		<u>1,561,727</u>	<u>1,247,334</u>
Capital and reserves			
Called up share capital	15	1,133,586	1,183,086
Capital redemption reserve		209,500	160,000
Profit and loss account		218,641	(95,752)
Equity attributable to owners of the parent Company		<u>1,561,727</u>	<u>1,247,334</u>
		<u>1,561,727</u>	<u>1,247,334</u>

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Christopher Rowland

MEADOW BLUE COMMUNITY ENERGY LIMITED
REGISTERED NUMBER: R7099

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2025

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

DocuSigned by:
Christopher Rowland
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Christopher Rowland
Director

Signed by:
R. T. Broughton
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Roy Thomas Broughton
Mr

Signed by:
N. Rouse
8CB4C8BF9FCD481...
Nicholas Rouse
Mr

28/10/2025

The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED
REGISTERED NUMBER: R7099

COMPANY BALANCE SHEET
AS AT 30 JUNE 2025

	Note	2025 £	2024 £
Fixed assets			
Intangible assets	6	69,367	62,342
Investments	8	1,732,089	1,732,088
		<u>1,801,456</u>	<u>1,794,430</u>
Current assets			
Debtors	9	904	770
Cash at bank and in hand	10	307,697	158,669
		<u>308,601</u>	<u>159,439</u>
Creditors: amounts falling due within one year	11	(1,386,766)	(1,089,447)
Net current liabilities		<u>(1,078,165)</u>	<u>(930,008)</u>
Total assets less current liabilities		<u>723,291</u>	<u>864,422</u>
Net assets excluding pension asset		<u>723,291</u>	<u>864,422</u>
Net assets		<u><u>723,291</u></u>	<u><u>864,422</u></u>
Capital and reserves			
Called up share capital	15	1,133,586	1,183,086
Capital redemption reserve		209,500	160,000
Profit and loss account brought forward		(478,664)	(412,564)
Loss for the year		(91,631)	(50,100)
Other changes in the profit and loss account		(49,500)	(16,000)
Profit and loss account carried forward		<u>(619,795)</u>	<u>(478,664)</u>
		<u><u>723,291</u></u>	<u><u>864,422</u></u>

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Christopher Rowland

MEADOW BLUE COMMUNITY ENERGY LIMITED
REGISTERED NUMBER: R7099

COMPANY BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2025

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

DocuSigned by:

Christopher Rowland

28/10/2025

8D0CAB9981484CE...

Director

Christopher Rowland

The notes on pages 16 to 28 form part of these financial statements.

Signed by:

R. T. Broughton

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Roy Thomas Broughton

Mr

Signed by:

N. Rouse

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Nicholas Rouse

Mr

MEADOW BLUE COMMUNITY ENERGY LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025**

	Called up share capital	Capital redemption reserve	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£
At 1 July 2024	1,183,086	160,000	(95,752)	1,247,334	1,247,334
Comprehensive income for the year					
Profit for the year	-	-	363,893	363,893	363,893
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the year	-	-	363,893	363,893	363,893
Contributions by and distributions to owners					
Purchase of own shares	-	49,500	(49,500)	-	-
Shares redeemed during the year	(49,500)	-	-	(49,500)	(49,500)
Total transactions with owners	(49,500)	49,500	(49,500)	(49,500)	(49,500)
At 30 June 2025	1,133,586	209,500	218,641	1,561,727	1,561,727

The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024**

	Called up share capital	Capital redemption reserve	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£
At 1 July 2023	1,199,086	144,000	(345,907)	997,179	997,179
Comprehensive income for the year					
Profit for the year	-	-	266,155	266,155	266,155
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the year	-	-	266,155	266,155	266,155
Contributions by and distributions to owners					
Purchase of own shares	-	16,000	(16,000)	-	-
Shares redeemed during the year	(16,000)	-	-	(16,000)	(16,000)
Total transactions with owners	(16,000)	16,000	(16,000)	(16,000)	(16,000)
At 30 June 2024	1,183,086	160,000	(95,752)	1,247,334	1,247,334

The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025**

	Called up share capital	Capital redemption reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 July 2024	1,183,086	160,000	(478,664)	864,422
Comprehensive income for the year				
Loss for the year	-	-	(91,631)	(91,631)
	<hr/>	<hr/>	<hr/>	<hr/>
Other comprehensive income for the year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	-	(91,631)	(91,631)
	<hr/>	<hr/>	<hr/>	<hr/>
Contributions by and distributions to owners				
Purchase of own shares	-	49,500	(49,500)	-
Shares redeemed during the year	(49,500)	-	-	(49,500)
	<hr/>	<hr/>	<hr/>	<hr/>
Total transactions with owners	(49,500)	49,500	(49,500)	(49,500)
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2025	1,133,586	209,500	(619,795)	723,291
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024**

	Called up share capital	Capital redemption reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 July 2023	1,199,086	144,000	(412,564)	930,522
Comprehensive income for the year				
Loss for the year	-	-	(50,100)	(50,100)
	<hr/>	<hr/>	<hr/>	<hr/>
Other comprehensive income for the year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	-	(50,100)	(50,100)
	<hr/>	<hr/>	<hr/>	<hr/>
Contributions by and distributions to owners				
Purchase of own shares	-	16,000	(16,000)	-
Shares redeemed during the year	(16,000)	-	-	(16,000)
	<hr/>	<hr/>	<hr/>	<hr/>
Total transactions with owners	(16,000)	16,000	(16,000)	(16,000)
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2024	1,183,086	160,000	(478,664)	864,422
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The notes on pages 16 to 28 form part of these financial statements.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

1. General information

Meadow Blue Community Energy Ltd is a society registered under the Co-operative and Community Benefit Society Act 2014. The company registered number and registered office address can be found on the Company Information page.

2. Accounting policies**2.1 Basis of preparation of financial statements**

The consolidated financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the requirements of the Companies Act 2006. The disclosure requirements of Section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Comprehensive Income in these financial statements.

2.2 Basis of consolidation

The consolidated financial statements present the results of the Company and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance Sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Comprehensive Income from the date on which control is obtained. They are deconsolidated from the date control ceases.

2.3 Going concern

The Financial Statements have been prepared on a going concern basis. The directors have reviewed cash flow forecasts and are comfortable the business has the funding necessary to continue trading for a period of at least 12 months. The market for sale of electricity is bouyant and looks set to remain so in the near term, while funding is set for the long term.

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Revenue is primarily composed of income from the export of electricity and feed in tariff renewable energy support associated with the generation of that electricity.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

2. Accounting policies (continued)**2.5 Research and development**

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight-line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

2.6 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Consolidated Statement of Comprehensive Income in the same period as the related expenditure.

2.7 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.8 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.9 Borrowing costs

Interest bearing borrowings are initially recorded at fair value, net of transaction costs. Interest bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

2. Accounting policies (continued)**2.10 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.11 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

2. Accounting policies (continued)

2.12 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	10% and 4%
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.13 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Group shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Consolidated Statement of Comprehensive Income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.14 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.15 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.16 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

2. Accounting policies (continued)**2.17 Financial instruments**

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors, cash and bank balances, are initially measured at their transaction price (adjusted for transaction costs except in the initial measurement of financial assets that are subsequently measured at fair value through profit and loss) and are subsequently carried at their amortised cost using the effective interest method, less any provision for impairment, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Discounting is omitted where the effect of discounting is immaterial. The Group's cash and cash equivalents, trade and most other debtors due with the operating cycle fall into this category of financial instruments.

Impairment of financial assets

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

Financial assets are impaired when events, subsequent to their initial recognition, indicate the estimated future cash flows derived from the financial asset(s) have been adversely impacted. The impairment loss will be the difference between the current carrying amount and the present value of the future cash flows at the asset(s) original effective interest rate.

If there is a favourable change in relation to the events surrounding the impairment loss then the impairment can be reviewed for possible reversal. The reversal will not cause the current carrying amount to exceed the original carrying amount had the impairment not been recognised. The impairment reversal is recognised in the profit or loss.

Basic financial liabilities

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 the deduction of all its liabilities.

Basic financial liabilities, which include trade and other creditors, bank loans, other loans and loans due to fellow group companies are initially measured at their transaction price (adjusting for transaction costs except in the initial measurement of financial liabilities that are subsequently measured at fair value through profit and loss). When this constitutes a financing transaction, whereby the debt instrument is measured at the present value of the future payments discounted at a market rate of interest, discounting is omitted where the effect of discounting is immaterial.

Debt instruments are subsequently carried at their amortised cost using the effective interest rate method.

Trade creditors are obligations to pay for goods and services that have been acquired in the ordinary

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

2. Accounting policies (continued)

2.17 Financial instruments (continued)

course of business from suppliers. Trade creditors are classified as current liabilities if the payment is due within one year. If not, they represent non-current liabilities. Trade creditors are initially recognised at their transaction price and subsequently are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial.

3. Auditors' remuneration

During the year, the Group obtained the following services from the Company's auditors:

	2025	2024
	£	£
Fees payable to the Company's auditors for the audit of the consolidated and parent Company's financial statements	3,625	3,450
	<u><u>3,625</u></u>	<u><u>3,450</u></u>

4. Employees

The company had no employees other than directors who did not receive any remuneration.

5. Interest payable and similar expenses

	2025	2024
	£	£
Bank interest payable	155,455	167,093
Community Share Interest	80,011	85,814
	<u><u>235,466</u></u>	<u><u>252,907</u></u>

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

6. Intangible assets

Group

	Development expenditure £
Cost	
At 1 July 2024	62,342
Additions	7,025
At 30 June 2025	69,367
Net book value	
At 30 June 2025	69,367
<i>At 30 June 2024</i>	62,342

Company

	Development expenditure £
Cost	
At 1 July 2024	62,342
Additions	7,025
At 30 June 2025	69,367
Net book value	
At 30 June 2025	69,367
<i>At 30 June 2024</i>	62,342

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

7. Tangible fixed assets
Group

	Plant and machinery £
Cost or valuation	
At 1 July 2024	6,361,827
Additions	9,590
At 30 June 2025	6,371,417
Depreciation	
At 1 July 2024	2,160,134
Charge for the year on owned assets	281,256
At 30 June 2025	2,441,390
Net book value	
At 30 June 2025	3,930,027
<i>At 30 June 2024</i>	4,201,693

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

8. Fixed asset investments

Company

	Investments in subsidiary companies £
Cost or valuation	
At 1 July 2024	1,732,088
Additions	1
At 30 June 2025	1,732,089

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Registered office	Class of shares	Holding
Merston Renewable Energy C.I.C.	The Hub, 2 Station Street, Lewes, BN7 2DA	Ordinary	100%
Merston Community Solar C.I.C.	The Hub, 2 Station Street, Lewes, BN7 2DA	Ordinary	100%

The aggregate of the share capital and reserves as at 30 June 2025 and the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit/(Loss) £
Merston Renewable Energy C.I.C.	2,570,524	455,524
Merston Community Solar C.I.C.	1	-

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

9. Debtors

	Group 2025	<i>Group 2024</i>	Company 2025	<i>Company 2024</i>
	£	£	£	£
Deferred tax asset	-	46,158	-	-
Due within one year				
Trade debtors	195,556	-	-	-
Other debtors	38	-	38	-
Prepayments and accrued income	176,947	100,563	866	770
	372,541	146,721	904	770

10. Cash and cash equivalents

	Group 2025	<i>Group 2024</i>	Company 2025	<i>Company 2024</i>
	£	£	£	£
Cash at bank and in hand	1,065,418	888,822	307,697	158,669
	1,065,418	888,822	307,697	158,669

The cash balance includes £404,678 (2024: £390,701) of funds which are restricted to comply with loan covenants and retain funds for inverter replacement.

11. Creditors: Amounts falling due within one year

	Group 2025	<i>Group 2024</i>	Company 2025	<i>Company 2024</i>
	£	£	£	£
Bank loans	297,907	285,806	-	-
Trade creditors	12,646	32,987	3,019	3,019
Amounts owed to group undertakings	-	-	1,235,983	936,303
Other taxation and social security	70,355	24,727	-	55
Accruals and deferred income	166,874	162,658	147,764	150,070
	547,782	506,178	1,386,766	1,089,447

The bank borrowings are secured by fixed and floating charges over the group's assets

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

12. Creditors: Amounts falling due after more than one year

	Group 2025 £	<i>Group 2024 £</i>
Bank loans	3,252,702	<i>3,546,066</i>
	<u>3,252,702</u>	<u><i>3,546,066</i></u>
	<u>3,252,702</u>	<u><i>3,546,066</i></u>

The bank borrowings are secured by fixed and floating charges over the group's assets

13. Loans

Analysis of the maturity of loans is given below:

	Group 2025 £	<i>Group 2024 £</i>
Amounts falling due within one year		
Bank loans	297,907	<i>285,806</i>
	<u>297,907</u>	<u><i>285,806</i></u>
Amounts falling due 1-2 years		
Bank loans	310,100	<i>297,532</i>
	<u>310,100</u>	<u><i>297,532</i></u>
Amounts falling due 2-5 years		
Bank loans	1,045,358	<i>983,105</i>
	<u>1,045,358</u>	<u><i>983,105</i></u>
Amounts falling due after more than 5 years		
Bank loans	1,897,244	<i>2,265,429</i>
	<u>1,897,244</u>	<u><i>2,265,429</i></u>
	<u>3,550,609</u>	<u><i>3,831,872</i></u>
	<u>3,550,609</u>	<u><i>3,831,872</i></u>

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

14. Deferred taxation

Group

**2025
£**

At beginning of year	46,158
Charged to profit or loss	(121,300)
At end of year	(75,142)

Company

2025

At end of year	-
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	Group 2025 £	<i>Group 2024 £</i>
Accelerated capital allowances	(246,953)	(270,470)
Tax losses carried forward	171,811	316,628
	(75,142)	46,158

15. Share capital

	2025 £	<i>2024 £</i>
Allotted, called up and fully paid		
1,133,586 (2024 - 1,183,086) Ordinary shares of £1.00 each	1,133,586	1,183,086

MEADOW BLUE COMMUNITY ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025**

16. Commitments under operating leases

At 30 June 2025 the Group and the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	Group 2025 £	<i>Group 2024 £</i>
Not later than 1 year	56,136	54,811
Later than 1 year and not later than 5 years	236,901	231,600
Later than 5 years	827,175	888,611
	<u>1,120,212</u>	<u>1,175,022</u>

MEADOW BLUE COMMUNITY ENERGY LIMITED

**COMPANY DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025 £	2024 £
Turnover		43,052	103,560
Gross profit		<u>43,052</u>	<u>103,560</u>
Gross profit %		100.0 %	100.0 %
Less: overheads			
Administration expenses		(57,873)	(67,846)
Operating (loss)/profit		<u>(14,821)</u>	<u>35,714</u>
Interest receivable		3,201	-
Interest payable		(80,011)	(85,814)
Loss for the year		<u>(91,631)</u>	<u>(50,100)</u>

MEADOW BLUE COMMUNITY ENERGY LIMITED

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2025**

	2025 £	2024 £
Turnover		
Management charges	23,052	23,560
Community benefit	20,000	80,000
	<u>43,052</u>	<u>103,560</u>
	<u><u>43,052</u></u>	<u><u>103,560</u></u>
	2025 £	2024 £
Administration expenses		
Printing and stationery	-	7
Advertising and promotion	6	66
Trade subscriptions	100	250
Legal and professional	16,950	16,454
Auditors' remuneration	3,899	3,450
Bank charges	3	4
Sundry expenses	34,622	45,342
Insurances	2,293	2,273
	<u>57,873</u>	<u>67,846</u>
	<u><u>57,873</u></u>	<u><u>67,846</u></u>
	2025 £	2024 £
Interest receivable		
Bank interest receivable	3,201	-
	<u>3,201</u>	<u>-</u>
	<u><u>3,201</u></u>	<u><u>-</u></u>
	2025 £	2024 £
Interest payable		
Other interest	80,011	85,814
	<u>80,011</u>	<u>85,814</u>
	<u><u>80,011</u></u>	<u><u>85,814</u></u>