Company registration number 0030373R (England and Wales)

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2026

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

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TOTNES RENEWABLE ENERGY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mr Ian Bright	
	Mr Alastair Gets	
	Dr Sally Murrall-Smith	
	Mr Raymond Seager	
	Mr Dean Leybourne	
	Miss Tara Hawthorn	(Appointed 11 November 2025)
	Mr Oliver Frankland	
Secretary	Miss Tara Hawthorn	
Company number	0030373R	
Registered office	107 High Street Totnes Devon TQ9 5SN	
Accountants	Darnells Chartered Accountants 30 Fore Street Totnes Devon TQ9 5RP	

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2026

The directors present their annual report and financial statements for the year ended 31 March 2026.

Principal activities
The Society is registered with the Financial Conduct Authority under the Co-operative and Community Benefit Societies Act 2014. The liability of its members is limited under that Act.

The stated objects of the Society are to:

- Develop the profitable supply of energy from renewable energy resources for the benefit of the community centred in Totnes and the surrounding area.
- Ensure the democratic control of the renewable energy resources by the local community through the establishment of a large membership of the Society.
- Ensure that the maximum value from development of these resources shall be retained within the local economy.
- Provide an opportunity for public-spirited people and organisations to contribute financially to the community, with the expectation of a social dividend, rather than personal financial reward.

To this purpose the Society has a portfolio of solar PV assets.

During the year the Society worked on the development of several new grant funded renewable energy projects, including Energy Local Totnes, the Dart Marine Solar Array and the Baddaford Wind Turbine Feasibility Study. It continued to maintain and operate existing projects and delivered the REEL programme (TRESOC's renewable energy education programme for primary schools) to 4 local schools.

Charity Bank Loan - in April 2017, TRESOC took out a loan for £168,000 to purchase the Hatchlands solar array. In February 2026, TRESOC was able to fully repay the outstanding balance of £96,731, plus a 1% early repayment fee of £967. Given the high monthly interest payments of £700, the 1% fee was deemed acceptable.

Capital Repayments for Share-Offers 1 to 3 - At the 2025 AGM, the board set out a repayment method to return member capital for the first three share-offers. To do this, TRESOC took specialist advice from Westerly Chartered Accountants who produced a cash flow model for the current TRESOC portfolio. Due to historic losses, such as the 2010 wind project, there will not be enough cash generated to repay all member capital. The model shows approximately a two thirds return, over the next 10 years, assuming no interest is paid. However, there are many factors that could affect this number positively or negatively. Rather than placing a figure on share value, which could create winners and losers, the board sought to find a method of returning capital that is equitable to all shareholders. Following specialist financial advice, we have determined that the way to do this is by making pro-rata payments to all members approximately every two to three years.

Now the Charity Bank loan has been repaid, generation income will accumulate, allowing for these pro-rata payments. Given that member capital cannot be returned in full, it makes no sense to pay interest to members, which is taxed. Thus, no interest will be paid going forward.

In preparation for capital return, the share-register is being moved to Ethex, who will provide GDPR compliant capital repayments going forward. This will be charged at 0.003% of the portfolio value per annum.

Ethex – To transfer the share-register to Ethex, members will need to provide additional personal details to those that we currently hold, including date of birth and nationality. This will enable an online account to be set up for each member, through which secure capital payments can be made. These details will be sought at the 2026 AGM. It is the members' responsibility to update TRESOC with changes to personal details, such as address or email, to enable TRESOC to maintain contact and thus payments to be made.

Old projects, and thus associated losses, will be ringfenced from any new projects. This will be clearly set out in future share offer brochures.

Existing Projects – TRESOC continued to operate and maintain its 46 solar PV installations. It provided £15,000 - £20,000 worth of free electricity to 40 South Devon Rural Housing Association (SDRHA) tenants through the Shine Project, as well as £10,500 to Leatside Doctors Surgery, Forder House Lane Nursing Home, Follaton Community Centre and SDRHA head office.

The leases for the Shine Project with South Devon Rural Housing Association remain unsigned due to ongoing negotiations on terms. South Devon Rural Housing Association was sold to Places for People in 2024, and new negotiations have commenced. Places for People are now in the process of selling South Devon House and Forder House Nursing home, and have disconnected the solar array at Forder House Lane, causing a significant loss in generation. This act is not permitted within the draft lease. We hope to finalise these leases in 2026.

The Shine properties, being small domestic systems, are only inspected every five years. Glo Renewables attempted maintenance visits on all properties in April 2024 but many tenants were not at home, despite efforts to contact them. Second and third attempts were made in 2025. Each revisit increases maintenance cost considerably. TRESOC has agreed a data sharing agreement with Places for People that will allow them to share tenant contact details such as phone numbers, that should make access easier going forwards.

TRESOC has resolved the straw chopping issue at Hatchlands and was paid £6,000 for legal fees as agreed in the previous year, but received no payment for the generation losses caused by the straw chopping. The farmer has moved the straw chopping operation.

The Board have been pursuing an insurance claim for the technical issues that lead to an inverter failure at Hatchlands in 2023. Naturesave, our insurance broker, were slow to progress the claim and it was only picked up by the insurance company in March 2025. The insurance company, Sedgwick, were also slow to progress the claim, but they finally paid out £13,906 in October 2025.

Hatchlands experienced another inverter failure in February 2025. As the inverter was under warrantee, SMA agreed to replace it. Despite arriving in July 2025, connection issues meant that it only operated sporadically though the summer of 2025 leading to materially reduced generation for 2025.

Due to the SMA inverter replacement at Hatchlands, a 15kW inverter in a 50kW system, and the disconnection of the 17kW array at Forder House Lane, generation output overall is about £5,000 lower than anticipated for this financial year. The inverter at Hatchlands is now working and the TRESOC team is working with Places for People to reconnect the inverter at Forder House Lane.

Energy Local Totnes - In August 2023, TRESOC was awarded a Redress Energy Innovation Grant from the Energy Saving Trust, for £120,000 to develop Energy Local Totnes (ELT). The grant ended in February 2026. ELT is now an independent co-operative with its own board and members. It has 140 members and an energy mix of hydro and solar. In 2025, it saved members an average of 28% on their energy bills and 72% of club demand was met by local renewable electricity.

In March 2026, TRESOC was awarded Community Energy Initiative of the Year for the ELT project at the Green Energy Awards and TRESOC's Managing Director, Dr Sally Murrall-Smith, won the Net Zero Energy Entrepreneur award.

TRESOC has a pipeline of new community-owned rooftop solar PV projects, that once installed will sell their electricity into the club.

Dart Marine Solar Roofs - In April 2025, TRESOC was conditionally awarded £49,795 from the Community Energy Fund to develop 100kW of roof top solar PV on the South Hams District Council owned Dart Marine buildings on Steamers Quay. The grant will pay for the complex legal work for the four tenant leases, the financial modelling, share-offer and share-offer administration. A community share-offer to raise the capital for the install is scheduled to launch in July 2026. The share-offer will be ring fenced from previous share-offers. Due to the complexities of the project, the grant has been increased by a further £6,000. This project is made economically viable by the strong match rate available through selling the surplus electricity into ELT.

Baddaford Community Wind Turbine Feasibility Study - In November 2025, TRESOC was conditionally awarded £40,000 from the Community Energy Fund to do a feasibility study on installing a wind turbine at Baddaford Farm. The project would be owned in partnership with Guy and Geetie Singh-Watson.

The Renewable Energy Experiential Learning (REEL) Programme - is now in its 10th year of operation and remains a favourite with local schools and pupils alike. Over 600 children have taken part from 12 local schools, and it has been delivered 23 times. In the last year, the project has run at four primary schools: St Christopher's, St Johns, Abbotskerswell and Blackawton.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr Ian Bright	
Mr Alastair Gets	
Dr Sally Murrall-Smith	
Mr Raymond Seager	
Ms Hannah Slade	(Resigned 11 November 2025)
Mr Dean Leybourne	
Miss Tara Hawthorn	(Appointed 11 November 2025)
Mr Oliver Frankland	

Small companies exemption

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

On behalf of the board

T.H

Tara Hawthorn (Sep 2, 2026 14:13:31 GMT+1)

.....

Miss Tara Hawthorn

Secretary

Date: 02/09/2026

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF TOTNES RENEWABLE ENERGY SOCIETY LIMITED FOR THE YEAR ENDED 31 MARCH 2026

In accordance with the engagement letter and in order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have compiled the financial statements of Totnes Renewable Energy Society Limited for the year ended 31 March 2026, set out on pages 6 to 13 from the Society's accounting records and information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

The financial statements have been compiled on the accounting basis set out in Note 1 to the financial statements. The financial statements have been prepared so as to comply with the provisions of UK Generally Accepted Accounting Principles insofar as they are applicable to the Society.

This report is made solely to the board of directors of Totnes Renewable Energy Society Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Totnes Renewable Energy Society Limited and state those matters that we have agreed to state to the board of directors of Totnes Renewable Energy Society Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Totnes Renewable Energy Society Limited and its board of directors as a body, for our work or for this report.

It is your duty to ensure that Totnes Renewable Energy Society Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Totnes Renewable Energy Society Limited. You consider that Totnes Renewable Energy Society Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the financial statements.

In our opinion under Section 85 of the Co-operative and Community Benefit Societies Act 2014:
(i) The revenue account or accounts and the balance sheet are in agreement with the books of account kept by the Society under Section 75 of the Act.
(ii) On the basis of the information contained in the books of account, the revenue account and balance sheet comply with the requirements of this Act.
(iii) The financial criteria allowing the production of an Accountants' Report instead of a full audit conferred by Section 84 of the Act have been met.

Darnells Chartered Accountants
30 Fore Street
Totnes
Devon
TQ9 5RP

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2026

	Notes	2026 £	2025 £
Turnover		176,667	108,027
Cost of sales		(70,078)	(29,907)
Gross profit		106,589	78,120
Administrative expenses		(57,316)	(57,490)
Operating profit		49,273	20,630
Interest receivable and similar income		1,626	2,009
Interest payable and similar expenses		(8,440)	(8,917)
Profit before taxation		42,459	13,722
Tax on profit	**2**	-	-
Profit for the financial year		42,459	13,722

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

BALANCE SHEET

AS AT 31 MARCH 2026

	Notes	2026 £	2026 £	2025 £	2025 £
Fixed assets					
Tangible assets	3		257,153		266,957
Investments	4		17,105		17,105
			274,258		284,062
Current assets					
Debtors	5	47,499		29,115	
Cash at bank and in hand		10,037		64,357	
		57,536		93,472	
Creditors: amounts falling due within one year	6	(21,713)		(14,062)	
Net current assets			35,823		79,410
Total assets less current liabilities			310,081		363,472
Creditors: amounts falling due after more than one year	7		-		(95,700)
Net assets			310,081		267,772
Capital and reserves					
Called up share capital	8		450,331		450,481
Capital redemption reserve			23,941		23,791
Profit and loss reserves			(164,191)		(206,500)
Total equity			310,081		267,772

For the financial year ended 31 March 2026 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The Directors of the Society acknowledge their responsibilities for:
(i) Ensuring that the Society keeps proper accounting records that comply with the Co-Operative and Community Benefit Societies Act 2014 (the Act), Section 76;
(ii) establishing and maintaining a satisfactory system of control of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with Sections 75 and 76 of the Act; and
(iii) preparing financial statements which give a true and fair view of the state of affairs of the Society as at the end of the financial year and of its profit for the financial year in accordance with the requirements of Section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the Society.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2026

The financial statements were approved by the board of directors and authorised for issue on ..... and are signed on its behalf by:

Dr Sally Anne Murrall-Smith (Jun 12, 2026 09:13:08 GMT+1)		Tara Hawthorn (Sep 2, 2026 14:13:31 GMT+1)
.....	.....	.....
Dr Sally Murrall-Smith	Mr Raymond Seager	Mrs Tara Hawthorn
Director	**Director**	**Secretary**

Company Registration No. 0030373R

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 MARCH 2026

	Notes	Share capital	Capital redemption reserve	Profit and loss reserves	Total
		£	£	£	£
Balance at 1 April 2024		451,081	23,191	(219,622)	254,650
Year ended 31 March 2025:					
Profit and total comprehensive income		-	-	13,722	13,722
Redemption of shares	**8**	-	600	(600)	-
Reduction of shares	**8**	(600)	-	-	(600)
Balance at 31 March 2025		450,481	23,791	(206,500)	267,772
Year ended 31 March 2026:					
Profit and total comprehensive income		-	-	42,459	42,459
Redemption of shares	**8**	-	150	(150)	-
Reduction of shares	**8**	(150)	-	-	(150)
Balance at 31 March 2026		450,331	23,941	(164,191)	310,081

1 Accounting policies

Company information

Totnes Renewable Energy Society Limited is a Society registered in England and Wales under the Co-Operative and Community Benefits Societies Act. The registered office is 107 High Street, Totnes, Devon, TQ9 5SN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. 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 financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents monies received (excluding value added tax) from feed in tariffs and other services.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	5% straight line basis
Fixtures, fittings & equipment	15% reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Fixed asset investments

Fixed asset investments are stated at cost less provision for diminution in value.

Fair value measurement of financial instruments

The Society only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares. Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

1 Accounting policies **(Continued)**

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an 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.

2 Taxation

On the basis of the losses brought forward no provision has been made for taxation.

3 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 April 2025	518,431
Additions	17,045
At 31 March 2026	535,476
Depreciation and impairment	
At 1 April 2025	251,474
Depreciation charged in the year	26,849
At 31 March 2026	278,323
Carrying amount	
At 31 March 2026	257,153
At 31 March 2025	266,957

4 Fixed asset investments

	2026	2025
	£	£
Other investments other than loans	17,105	17,105

Fixed asset investments are held in South Brent Community Energy Society and Dart Renewables Ltd.

5 Debtors

	2026	2025
Amounts falling due within one year:	**£**	**£**
Trade debtors	41,618	24,922
Other debtors	5,881	4,193
	47,499	29,115

6 Creditors: amounts falling due within one year

	2026	2025
	£	**£**
Bank loans	-	8,968
Trade creditors	19,200	237
Taxation and social security	-	28
Other creditors	2,513	4,829
	21,713	14,062

7 Creditors: amounts falling due after more than one year

	2026	2025
	£	**£**
Bank loans and overdrafts	-	95,700

The bank loan was originally secured by a charge over all the Society's assets and was repayable by instalments over a period of sixteen years commencing 12 April 2017, at an interest rate of 5% above the Bank of England base rate. The loan was repaid in the year in full.

Included in creditors falling due after more than one year is an amount of £nil (2025: £63,438) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

8 Called up share capital

	2026	2025
	£	£
Ordinary share capital		
Issued and fully paid		
Ordinary shares of £1 each	479,118	479,268
Cost of issuing equity		
Publicity and prospectus costs	(28,787)	(28,787)
	450,331	450,481

No Ordinary shares were issued at par in the period and 150 Ordinary £1 shares were cancelled at par.

The shares cannot be sold or traded. They may on 180 days notice at the discretion of the Directors and after three years of subscription be withdrawn. The full price paid for the shares is not withdrawable if the Society does not have sufficient funds available at the time. In some circumstances the Directors may write down the value of the shares and in these circumstances only the written down value will be received.

9 Operating lease commitments

At 31 March 2026, the Society was committed to making the following payments under non-cancellable operating leases as set out below:

	2026	2025
	£	£
In over five years	16,929	18,468
	16,929	18,468

10 Related party transactions

Although there is no payroll scheme in place for this Society, there are in total 8 (2025: 7) directors.

During the year no Directors were paid for their services as Directors.

Additionally during the year various directors were paid a total of £24,316 for services in respect of consultancy work (2025: £12,642).

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2026

	£	2026 £	£	2025 £
Turnover				
Electricity sales		62,012		63,975
Grant income		99,125		33,727
Other income		15,530		10,325
		176,667		108,027
Cost of sales				
Direct costs	4,890		-	
Meter and monitoring costs	1,832		1,677	
Consultancy fees	63,356		28,230	
		(70,078)		(29,907)
Gross profit		106,589		78,120
Administrative expenses		(57,316)		(57,490)
Operating profit		49,273		20,630
Investment revenues				
Bank interest received	1,130		998	
Other interest received on financial instruments	(4)		12	
Other dividends - receivable	500		999	
		1,626		2,009
Interest payable and similar expenses				
Bank interest on loans and overdrafts		(8,440)		(8,917)
Profit before taxation		42,459		13,722

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 MARCH 2026

	2026 £	2025 £
Administrative expenses		
Administrative fees	3,210	3,270
Directors' fees	-	40
Rent	1,880	2,429
Cleaning	1,162	2,323
Repairs and maintenance	6,457	11,557
Insurance	2,779	5,015
Computer running costs	1,003	856
Travelling expenses	694	635
Professional subscriptions	209	179
Legal and professional fees	8,053	864
Accountancy	1,565	1,440
Bank charges	420	840
Printing, postage and stationery	936	809
Education, conference costs and publicity	1,948	261
Telecommunications	151	120
Depreciation	26,849	25,997
Profit or loss on sale of tangible assets	-	855
	57,316	57,490