Avalon Community Energy Limited

Company No. IP031969

Directors' Report and Unaudited Accounts

31 December 2025

Avalon Community Energy Limited
Contents

	Pages
Company Information	2
Directors' Report	3
Accountant's Report	4
Profit and Loss Account	5
Balance Sheet	6
Statement of Changes in Equity	7
Notes to the Accounts	8 to 10

Directors

S. Bedford
J. Cousins
C. Naden
K. Webster

Secretary

K. Webster

Registered Office

92 St Thomas Street
Wells
Somerset
BA5 2UZ

Accountants

Price Bailey LLP
Anglia House
6 Central Avenue
St Andrews Business Park
Norwich
NR7 0HR

The Directors present their report and the accounts for the year ended 31 December 2025.

Principal activities

The principal activity of the company during the year under review was the generation of electricity.

Future developments

In 2025, Avalon Community Energy (ACE) continued its involvement in the Glastonbury Clean Energy Project, one of the elven initiatives supported by the £23.6 million Towns Fund investment allocated to Glastonbury through the government's Levelling Up agenda. The programme, overseen by Somerset Council, aims to revitalise this town through long-term, sustainable development. Unfortunately, due to refusal of planning permission by Somerset Council, the main element of this project – a ground mounted solar array on Council owned land - could not be completed. Whilst ACE still hopes to conclude one further project using Town Deal funding, ACE's focus now moves on to consider other potential opportunities in the Avalon area.

Directors

The Directors who served at any time during the year were as follows:

S. Bedford	
C. Borkett	(Resigned 2 June 2025)
J. Cousins	
L. Harrison	(Resigned 2 June 2025)
A. Lambert	(Resigned 2 June 2025)
C. Naden	
K. Webster	

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in the Co-operative and Community Benefit Societies Act 2014.

Signed on behalf of the board on _____

2026-Jun-16 09:17	2026-Jun-16 09:53	2026-Jun-16 11:20
K. Webster	C. Naden	S. Bedford
Company Secretary	Director	Director

Chartered Accountant's Report to the Board of Directors of Avalon Community Energy Limited on the preparation of the unaudited statutory accounts for the year ended 31 December 2025

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have prepared for your approval the accounts of Avalon Community Energy Limited for the year ended 31 December 2025 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the Notes to the Accounts from the company's accounting records and from information and explanations you have given us.

As a practising 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 www.icaew.com/en/members/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Avalon Community Energy Limited, as a body, in accordance with the terms of the engagement letter with External Accounts Limited dated 28 February 2023. Our work has been undertaken solely to prepare for your approval the accounts of Avalon Community Energy Limited and state those matters that we have agreed to state to the Board of Directors of Avalon Community Energy Limited, as a body, in this report in accordance with AAF 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Avalon Community Energy Limited and its Board of Directors as a body for our work or for this report.

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

We have not been instructed to carry out an audit or a review of the accounts of Avalon Community Energy Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Price Bailey LLP
Chartered Accountants
Anglia House
6 Central Avenue
St Andrews Business Park
Norwich
NR7 0HR
16 June 2026

Avalon Community Energy Limited
Profit and Loss Account

for the year ended 31 December 2025

	2025	2024
	£	£
Turnover	196,927	120,740
Cost of Sales	(139,991)	(102,044)
Gross profit	56,936	18,696
Administrative expenses	(31,116)	(21,457)
Other operating income	35	10
Operating profit/(loss)	25,855	(2,751)
Interest payable and similar charges	(3,942)	(3,949)
Profit/(Loss) on ordinary activities before taxation	21,913	(6,700)
Taxation	-	-
Profit/(Loss) for the financial year after taxation	21,913	(6,700)

Avalon Community Energy Limited
Balance Sheet

at 31 December 2025

Company No. IP031969	Notes	2025	2024
		£	£
Fixed assets			
Tangible assets	4	302,580	323,119
		302,580	323,119
Current assets			
Debtors	5	32,168	46,478
Cash at bank and in hand		601,991	713,978
		634,159	760,456
Creditors: Amount falling due within one year	6	(783,891)	(948,698)
Net current liabilities		(149,732)	(188,242)
Total assets less current liabilities		152,848	134,877
Net assets		152,848	134,877
Capital and reserves			
Called up share capital	7	137,199	141,141
Profit and loss account	8	15,649	(6,264)
Total equity		152,848	134,877

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime of the Co-operative and Community Benefit Societies Act 2014.

For the year ended 31 December 2025 the company was entitled to exemption from audit under section 84(1) of the Co-operative and Community Benefit Societies Act 2014 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 84(2) of the Co-operative and Community Benefit Societies Act 2014.

The directors acknowledge their responsibilities for complying with the requirements of the Co-operative and Community Benefit Societies Act 2014 with respect to accounting records and the preparation of accounts.

Approved by the board on _____ and signed on its behalf by:

K. Webster
Director

C. Naden
2026 Jun 16 09:54
Director

Sonya Bedford
2026 Jun 16 11:20
S Bedford
Director

Avalon Community Energy Limited
Statement of Changes in Equity

for the year ended 31 December 2025

	Share Capital £	Retained earnings £	Total equity £
At 1 January 2024	141,141	436	141,577
Loss for the period		(6,700)	(6,700)
At 31 December 2024 and 1 January 2025	141,141	(6,264)	134,877
Shares redeemed during the period	(3,942)		(3,942)
Profit for the period		21,913	21,913
At 31 December 2025	137,199	15,649	152,848

1 General information

Avalon Community Energy Limited is a private company limited by shares and incorporated in England and Wales.
Its registered number is: IP031969
Its registered office is:
92 St Thomas Street
Wells
Somerset
BA5 2UZ

The accounts have been prepared in accordance with FRS 102 Section 1A - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

2 Accounting policies

Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Specifically, revenue from the sale of goods is recognised when goods are delivered and legal title is passed.

Tangible fixed assets and depreciation

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss.
Depreciation is provided at the following annual rates in order to write off the cost or valuation less the estimated residual value of each asset over its estimated useful life:

Plant and machinery	5-10% Straight line

Trade and other debtors
Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts.

Trade and other 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.

Restricted grants
In 2024 the company received grants from Somerset Council totalling £754,200, which were restricted to expenditure incurred on the Glastonbury Clean Energy Project, as described on page 3. During the year, the company incurred £139,991 (2024: £100,348) of expenditure on this project and this is recognised within other direct costs. The grant income relating to previously capitalised costs is recognised in the profit or loss over the useful economic life of the associated assets.

3 Employees

	2025 Number	2024 Number
The average monthly number of employees (including directors) during the year was:	6	8

4 Tangible fixed assets

	Plant and machinery £	Total £
Cost or revaluation		
At 1 January 2025	398,275	398,275
At 31 December 2025	398,275	398,275
Depreciation		
At 1 January 2025	75,156	75,156
Charge for the year	20,539	20,539
At 31 December 2025	95,695	95,695
Net book values		
At 31 December 2025	302,580	302,580
At 31 December 2024	323,119	323,119

5 Debtors

	2025 £	2024 £
Trade debtors	11,497	9,484
VAT recoverable	2,864	31,163
Prepayments and accrued income	17,807	5,831
	32,168	46,478

6 Creditors:

amounts falling due within one year

	2025	2024
	£	£
Trade creditors	6,165	13,759
Other creditors	1,003	1,003
Accruals and deferred income	776,723	933,936
	783,891	948,698

7 Share Capital

	2025	2024
	£	£
Ordinary shares of £1.00 each	136,019	139,961
Members shares of £1.00 each	1,180	1,180
	137,199	141,141

8 Reserves

Profit and loss account - includes all current and prior period retained profits and losses.

Avalon Community Energy Limited
Detailed Profit and Loss Account

for the year ended 31 December 2025

	2025	2024
	£	£
Turnover		
Feed in tariffs	6,469	18,922
Sale of electricity	32,969	9,152
Grants received	157,490	92,666
	196,928	120,740
Cost of sales		
Purchases	-	1,696
	-	1,696
Other direct costs		
Other direct costs	139,991	100,348
	139,991	100,348
Cost of sales	139,991	102,044
Gross profit	56,936	18,696
General administrative costs, including depreciation and amortisation		
Depreciation of plant and machinery	20,539	13,299
Bank charges	42	29
General insurances	1,136	2,111
Software, IT support and related costs	335	536
Sundry expenses	992	462
	23,044	16,437
Legal and professional costs		
Accountancy and bookkeeping	5,200	3,214
Management charges	2,872	1,634
Other legal and professional costs	-	172
	8,072	5,020
Administrative expenses	31,116	21,457
Other operating income	35	10
Operating profit/(loss)	25,855	(2,751)
Interest payable and similar charges		
Other interest payable	3,942	3,949
	3,942	3,949
Profit/(Loss) on ordinary activities before taxation	21,913	(6,700)