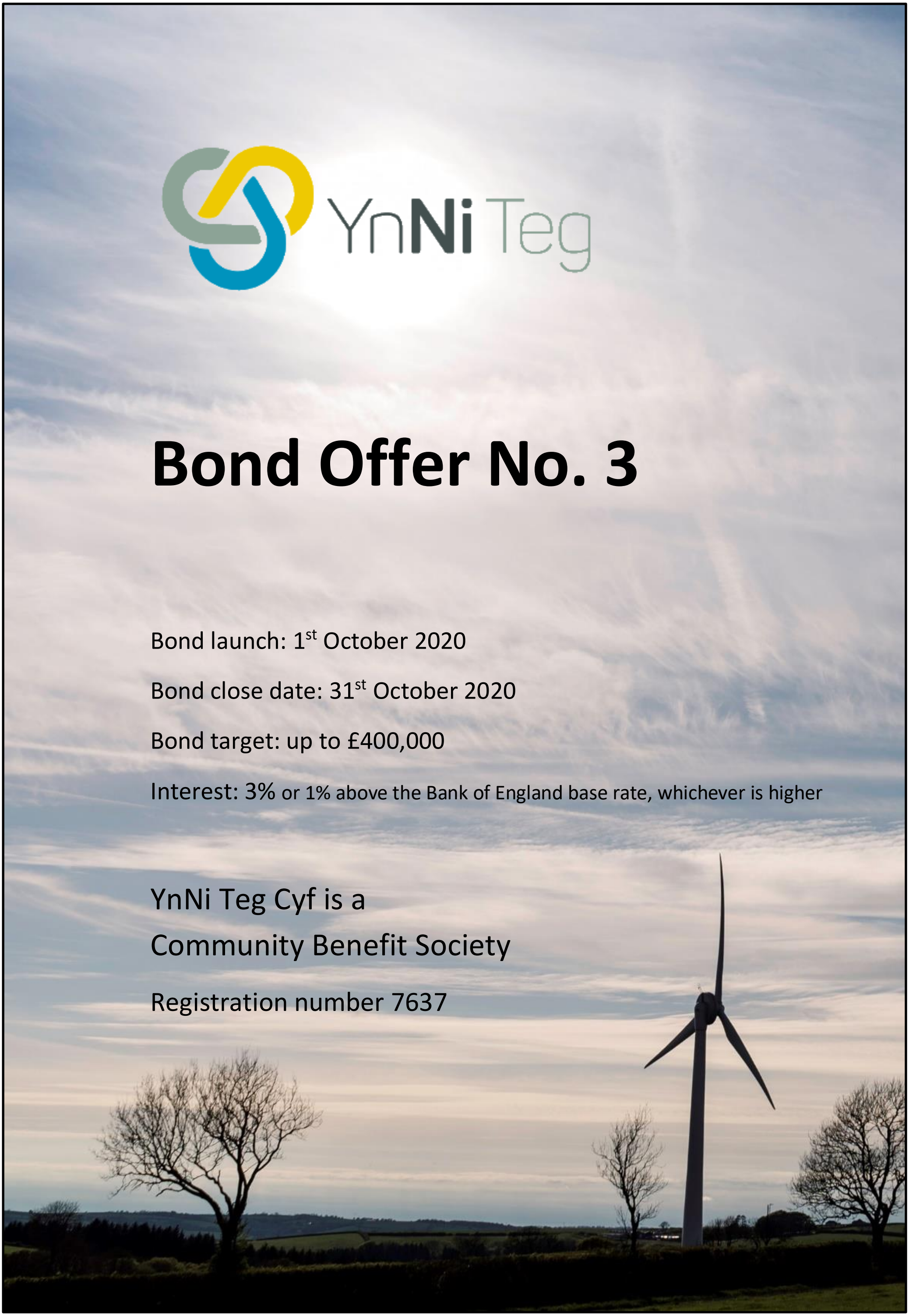


Bond Offer No. 3

Bond launch: 1st October 2020

Bond close date: 31st October 2020

Bond target: up to £400,000

Interest: 3% or 1% above the Bank of England base rate, whichever is higher

YnNi Teg Cyf is a
Community Benefit Society

Registration number 7637

1. Summary

This is the third bond offer in a series to raise capital for an existing wind turbine in Meidrim, near Carmarthen. The turbine is owned by YnNi Teg Cyf, a community benefit society. Two previous bond offers in 2019 raised £400,000 between them.

The turbine was commissioned in August 2017 and has generated 5,978 MWh to date (by 8th September 2020) and earned over £700,000 of income. This means that already our turbine has saved about 2,180 tonnes of CO_2 from being emitted to the atmosphere. We anticipate that the turbine will save over 16,000 tonnes of CO_2 from being emitted during its lifetime.

We are seeking to raise a further £400,000 through this offer. The bond capital will be used to re-finance more of the commercial loan that was taken to allow us to meet a commissioning deadline in order to secure the Feed in Tariff. The bond interest is lower than our bank loan interest so the bond offer will save us money and therefore increase the funds available for our community fund, which is targeted at the local community and to provide support to other community energy projects.

Bond capital will be returned to bondholders over a 15 year period, with no capital return for the first 5 years, followed by 10 years when 10% of the original capital will be returned each year. Bondholders will be able to request early withdrawal at any stage and there is no penalty for early redemption.

Bondholders will receive interest on each anniversary of the issue date at 3% of the bonds in issue during the previous year or 1% above the Bank of England base rate, whichever is higher.

YnNi Teg currently holds about £700,000 in commercial loans and a further £100,000 in private loans. We may hold further bond offers in the future on similar terms to refinance more of this debt. About £500,000 in capital has already been raised through a community share offer and £400,000 through the previous bond offers.

IMPORTANT POINT!

In Welsh, “ynni” means “energy”, “teg” means “fair and “cyf” means “ltd”.
The word “ni” in welsh means “our” so by writing the name as YnNi we are emphasizing it is “our energy” owned by the community..

2. The Society

YnNi Teg Cyf is a Community Benefit Society, which is a form of Registered Society with rules registered with the Financial Conduct Authority. The legislation that controls what Registered Societies can do and how they must operate is contained in the Cooperative and Community Benefit Societies Act 2014

YnNi Teg Cyf was registered on 25th September 2017 by the Financial Conduct Authority and the registration number is 7637. The Registered office is 17 West Bute Street, Cardiff, CF10 5EP.

A copy of the rules can be downloaded from the website www.YnNiTeg.cymru.

The society currently has 165 members who have between them purchased £500,000 in shares in the society. It operates on a one-member, one vote basis, irrespective of shareholding.

2.1. The board

At present, we have four Directors on the board. Elections for the board happen each year at the AGM and any member is eligible to stand for election. The current board members are:

Grant Peisley *- is a Founding Director of Datblygiadau Egni Gwledig (DEG) which has helped over 40 community groups on energy projects and been finalists in the Wales Green Energy Awards, Renew Wales Awards and highly commended in two Sustain Wales awards. (www.deg.wales) Grant is also a Director of Community Energy Wales, YnNi Llyn, YnNi Lleu and TrydaNi..*

Robert Proctor *is the Business Development Manager for Community Energy Wales and helped to set up the organisation which has over 70 members. He has over 12 years' experience working in the community and environmental sector and has specialised in community energy over the last 4 years.*

***Gareth Tucker** is a Chartered Engineer with over fifteen years' experience working with renewable energy, including involvement in a number of community energy projects. He works at Carmarthenshire Energy, a social enterprise who own a similar sized wind turbine to YnNi Teg, is a director of renewable energy developer Seren Energy, chair of Swansea Community Energy and Enterprise Scheme and a director of TrydaNi..*

***Jeremy Thorp** has worked for the past eight years for Sharenergy Co-operative, a social enterprise that helps community groups to develop community energy projects. He also runs the voluntary climate change group Montgomery Energy Group in his home town, and has a passion for electric bikes.*

2.2. Board Practices

Directors are unpaid and beyond reimbursement of expenses, there are no other benefits for Directors. Day-to-day operations will be managed by the Society, under Board supervision.

2.3. Conflicts of Interest

Grant Peisley and Jeremy Thorp are board members of, and Rob Proctor is the manager of Community Energy Wales, which supported the development of the turbine and has an agreement with YnNi Teg to receive some of the surplus from YnNi Teg.

Jeremy Thorp is also an employee of Sharenergy, a social enterprise that helps to support community energy projects, and have been paid to help develop this project and will be paid initially to carry out the administration and bookkeeping tasks for the Society.

Gareth Tucker is a director of Seren Energy Ltd, the company that obtained all the permits and consents on the site and sold the consented site to YnNi Teg.

2.4. Legal Proceedings

There have been no governmental, legal or arbitration proceedings relating to the Society and none are pending or threatened which could have a significant effect on the financial position or profitability of the Society.

2.5. Disclosure

None of the directors of the Society have, for at least the past five years, received any convictions (for any fraudulent offence or otherwise), or been involved in any bankruptcies or receiverships, or received any public recrimination or sanction by a statutory or regulatory authority or designated professional body, or been disqualified from any function by any court.

3. The Business Model

The business of YnNi Teg is to generate and sell renewable energy, to pay fair interest to our supporters and to use the surplus for community benefit.

YnNi Teg currently owns just one wind turbine at Blwchgwynt Farm, near Meidrim in Carmarthenshire. The turbine is a 900kW EWT model DW54 which has a 54m blade diameter and stands on a 40m tower. The turbine was commissioned on 2nd August 2017.

YnNi Teg is responsible for all operational aspects of the turbine but the society has signed a maintenance contract with EWT for 15 years which includes a guarantee on maintaining a defined level of availability. YnNi Teg are responsible for all running costs of the turbine including maintenance, insurance, rent, rates, administration, monitoring and metering.

A lease is in place with the landowner granting rights to operate the turbine for a 25-year period. In addition, planning permission has been obtained which is valid for 25 years.

At the end of 25 years, the Society can decide whether to decommission the turbine, or to reapply for planning permission and negotiate a lease extension. The business plan of the society is based on decommissioning at the end of year 25. No decommissioning costs are included as it is assumed that the cost of decommissioning would be covered by the salvage value of the copper and steel in the turbine structure. The financial model suggests that there would be ample surplus generated in the last few years to cover any residual decommissioning cost if that were necessary.

3.1. Income

During the first 20 years of operation, the Society will receive income from the Feed in Tariff. The turbine qualified for a tariff of 5.46p/kWh, which will be increased by RPI through the 20 years. For information about how the Feed in Tariff works please consult the OFGEM website.

The turbine will also sell electricity and will receive income from this. YnNi Teg can decide whether to accept the OFGEM export tariff or whether to negotiate a PPA (power purchase agreement) from an electricity supplier. For the first three years, we sold our electricity through a PPA with Bristol Energy because this enabled us to get a higher price than we would through the export tariff. However, in 2020, the grid wholesale price has fallen considerably and it is now better for us financially to sell through the OFGEM guaranteed export tariff, and this is what we have now switched to. We will re-evaluate this annually.

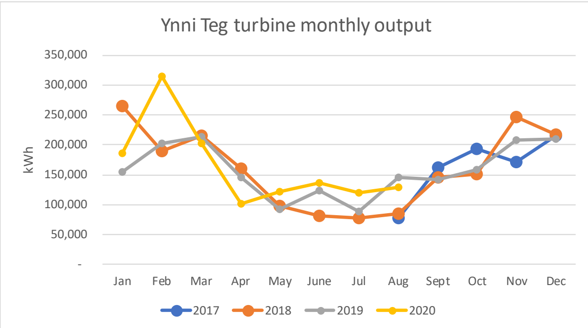
3.2. Performance

The turbine has been running for just over 3 years (since August 2017) during which time we have generated 5,978 MWh of electricity (as of 8th September 2020).

Our output for the last three years is as shown on the right and below:

Period	Sept 17 - Aug 18	Sept 18 - Aug 19	Sept 19 - Aug 20
Generation (MWh)	1,914	1,929	2,031

These figures are below our projected central target which is 2187 MWH, but published government UK statistics suggest that nationally, wind speeds in 2018 were about 4.2% lower and in 2019 were about 7.7% below the 10-year rolling average [1].



The relationship between wind speed and output is not linear and a 4% reduction in wind speed causes far more than a 4% fall in output. Our analysis suggests that our output would have been close to the P50 (central) target if the wind speeds had been normal and we are well within the range for which the turbine is financially viable.

In the financial projections we make later in this document, we have made the assumption that the ongoing yield will be equal to the average that we have seen in the three years we have been operating. We regard this as highly conservative given that statistically these years have been less windy than the 10 year average.

3.3. Application of operating surplus

After deduction of running costs and asset depreciation from income, the remaining operating surplus will be used to pay interest to commercial lenders, bondholders and members and for community benefit. This is the order of priority in the event of a poor performing year.

Capital will be accrued each year for capital repayment. We have budgeted to be able to repay all capital by the time the FIT payments come to an end 20 years from commissioning.

[1] https://www.gov.uk/government/statistics/energy-trends-section-7-weather

3.4. Corporation Tax

Corporation tax will be payable on any retained profit after any gift of surplus to charitable organisations.

YnNi Teg will aim to gift most retained profit to qualifying charitable organisations, but where a gift is made to an organisation that is not a registered charity (such as Community Energy Wales), this may create a corporation tax liability. Any community fund giving will need to take this into account and the amounts available will be reduced by the amount of corporation tax that YnNi Teg is liable to pay.

3.5. Project end of life

At the end of 20 years, our projections are that all members and bondholders will have had their capital returned. Beyond this point, it will be up to the then board and remaining members of the Society to decide what to do with the Society and the turbine.

It is the intention of the current board that additional generator projects will be added into YnNi Teg in the future. Additional projects could be any form of renewable energy, including hydro power, solar PV, biomass etc. These schemes would be financed by new share or bond offers. New projects would only be taken on if the projected returns to existing member investors will not be adversely affected and members would be consulted before any decision is taken to develop a new project.

3.6. Our additional commitment to community energy

Ynni Teg has taken on an additional commitment to support other community energy projects in Wales through a Foundational Economy grant from the Welsh Government.

We were successful in our application for a grant that would enable us to employ two project officers to provide development support to other renewable energy projects across Wales. We are already providing support to six schemes, including solar PV, transport and wind turbines, with many more enquiries that we have yet to follow up.

This work is fully funded by the grant that we have received and the expenditure is separated and ring-fenced in our accounts so that this activity has no impact on the finances or profitability of the Bwlchgwynt turbine.

Most of the projects being supported are expected to be developed outside Ynni Teg by an independent community organisation once the development stage is complete, although there is a possibility that the project may bring to light an opportunity for us to build more generation capacity within Ynni Teg. If we did so, this would only be done in consultation with members and only if any new development presented no risk to our existing shareholders or bondholders.

4. Financial

4.1. Historic performance

The total project expenditure in constructing the turbine was just under £1.8 million, and construction was completed to time and within budget.

Since commissioning, the turbine has performed well under the maintenance contract provided by the installer EWT, with the turbine being available (i.e. not off-line for any reason) for 99.1% of the time during both 2018 and 2019.

In 2019, Ynni Teg made a net profit of £16,000 and was able to pay interest to shareholders of 3.2%. We do still retain about £90,000 of carried forward losses as a result of set-up costs that could not be capitalised, but our annual profit is projected to grow year on year as our commercial loan reduces so we anticipate this carried forward loss will be eliminated with 10 years. All our published accounts can be downloaded free from the FCA website at https://mutuals.fca.org.uk/Search/Society/23714

For every £100,000 of commercial loan that we replace with bonds through this offer, we will make an additional saving of £42,000 over the term of the bond which should enable us to increase the community energy fund by this amount.

4.2. Forecast

The table below shows our projected financial performance with adjustments based on actual experience during 2018 and 2019, including the additional £400,000 of bonds.

		2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037
Generation (kWh)		1,934	1,929	1,948	1,943	1,937	1,932	1,927	1,922	1,917	1,912	1,906	1,901	1,896	1,891	1,886	1,881	1,876	1,870	1,865	1,860
Income		**220**	**237**	**224**	**229**	**234**	**240**	**245**	**250**	**256**	**262**	**267**	**273**	**279**	**286**	**292**	**299**	**305**	**312**	**319**	**326**
Depreciation over 25 years		72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72	72
Operating and admin costs		52	54	54	55	57	58	65	72	74	76	78	80	82	83	85	88	90	92	94	96
Other loan and bond interest		96	91	74	44	41	38	35	31	28	24	21	17	14	12	10	8	6	4	1	0
Bond offer 3 interest					12	12	12	12	12	12	11	10	8	7	6	5	4	2	1	0	0
Expenditure		**220**	**217**	**200**	**183**	**182**	**180**	**183**	**188**	**186**	**183**	**180**	**177**	**175**	**174**	**173**	**171**	**170**	**169**	**167**	**168**
Distributable profit		**0**	**20**	**26**	**47**	**53**	**60**	**62**	**63**	**71**	**79**	**88**	**96**	**105**	**112**	**120**	**128**	**137**	**145**	**155**	**161**
CASHFLOW																					
Opening balance	**0**	**206**	**203**	**63**	**73**	**73**	**71**	**75**	**79**	**83**	**52**	**28**	**23**	**25**	**74**	**129**	**189**	**255**	**328**	**407**	**538**
capital expenditure	-1,679		-123																		
Other loan and bond capital	1,900	-573	-73	-449	-67	-69	-71	-73	-75	-77	-79	-69	-71	-33	-112	-8	0	0	0	0	0
Bond offer 3 capital				400	0	0	0	0	0	-40	-40	-40	-40	-40	-40	-40	-40	-40	-40	0	0
Income		220	237	224	229	234	240	245	250	256	262	267	273	279	286	292	299	305	312	319	326
Bank interest received		0.0	0.0	2.0	1.3	0.7	0.8	0.8	0.8	0.8	0.9	0.7	0.4	0.3	0.3	0.5	1.1	1.6	2.3	3.0	3.7
Expenditure (minus depreciation)		-148	-145	-128	-111	-110	-108	-111	-116	-114	-111	-108	-105	-103	-102	-101	-99	-98	-97	-95	-96
Community Fund	-15	-2.0	-2.1	-2.1	-2.2	-2.2	-2.3	-2.3	-2.4	-2.4	-2.5	-2.6	-2.6	-2.7	-2.8	-2.8	-2.9	-3.0	-3.0	-3.1	-3.2
Share interest to members		0	-16	-20	-25	-31	-31	-30	-29	-29	-28	-28	-27	-26	-26	-25	-24	-24	-23	-22	-21
Community energy support fund		0	-18	-18	-19	-19	-19	-20	-20	-21	-21	-22	-23	-23	-24	-24	-25	-26	-26	-27	-27
Share capital (receipt and repayment)		500	0		-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-10	-28	-322
Closing balance	**206**	**203**	**63**	**73**	**73**	**71**	**75**	**79**	**83**	**52**	**28**	**23**	**25**	**74**	**129**	**189**	**255**	**328**	**407**	**538**	**397**

Notes on the table above:

This table uses the average yield for the past three years as the baseline yield, rather than the P50 estimate from the wind survey modelling, which is higher. Statistically across the UK, wind speeds have been on average over this 3 year period less than the 10 year average so this is a conservative assumption.

Projected income in 2018 and 2019 is higher than later years. This is because our income in 2019 is based on the export price we are currently receiving which is higher than the more conservative figure we have projected for future years.

The £71,000 additional capital expenditure in 2019 is because some parts of the development costs are performance related i.e. the exact figure depends on how well the turbine performs in its first year of operation and were not paid until 2019.

The closing balance becomes quite large in later years. In practice, the amount gifted to help other community energy projects will be tailored to keep our bank balance at a prudent level. Some funds in later years may be allocated/used for possible decommissioning cost depending on what the Society's future plans are once the turbine reaches the end of its life.

4.3. Tax relief

This bond offer is not eligible for EIS or SITR tax reliefs (Enterprise Investment Scheme or Social Investment Tax Relief).

Interest from these bonds would be eligible for relief under the Personal Savings Allowance. Under this, standard rate tax payers can earn up to £1,000 and high rate tax payers can earn up to £500 per annum in savings interest tax free. See www.gov.uk/apply-tax-free-interest-on-savings

5. Outputs

The primary purposes of this project are:

5.1. Carbon reductions

Our turbine is projected to generate approximately 2,180 MWh of electricity each year. If this displaces generation from Combined Cycle Gas Turbines (which currently are the dominant flexible generators on the UK grid) it would mean that our turbine would reduce UK CO_2 emissions by about 827 tonnes per year[2]. Our generation of 2,180 MWh of electricity would supply on average about 1,330 people in the UK with their household electricity consumption.[3]

5.2. Local Community Fund

Part of our surplus will be put into a local community fund. This will be spent in consultation with the local community and will focus on areas that are within sight of the turbine. So far, a total of approximately £21,000 as been donated to a variety of local good causes. The recipients so far have include:

- Meidrim school for outdoor activity areas
- Meidrim Church to improve the heating in the church hall
- Llanwinio Community Council for improvements to the community hall
- Meidrim Council for improvements to public footpaths in the Meidrim area
- The Alma Community Centre for repairing part of their boundary wall
- The Carmarthen Food Bank

[2] Source: EdF Energy website, West Burton CCGT produces about 378g/CO2/kWh.
[3] Sources: Digest of UK Energy Statistics 2017 (Total electricity demand in 2016 of 356 TWh of which 30% is domestic consumption) & Office of .National Statistics (UK population of 65.1 million in 2015)

5.3. Community Energy Fund

It is the intention that the remaining surplus, after distribution of the local community fund, will be gifted to Community Energy Wales (CEW) or organisations nominated by CEW for use in promoting community led renewable energy generation to community groups in Wales.

The current relationship between CEW and YnNi Teg is that there is a letter of intent between the two organisations which outlines the role that CEW had in setting up YnNi Teg, and committing YnNi Teg to gift any surplus in excess of the amount given to the local community as directed by CEW for the purpose of supporting community energy projects in Wales. This is after interest on loans, bonds and shares has been committed. This agreement would be put to members for endorsement each year at the AGM.

5.4. Promotion of Community Energy

Community Energy Wales is a not-for-profit member organisation that helps community groups to mitigate climate change by developing local renewable energy schemes. This project will be used as an exemplar to publicise and promote the community energy movement and to encourage more local communities to develop their own projects.

6. Bond Offer

The target for this offer is to raise up to £400,000 in new bonds. The bonds, which will not be traded on any stock exchange, have been created under the Co-operative and Community Benefit Societies Act 2014. The proceeds of the bond offer will be used to re-finance construction loans that were used for the installation of a wind turbine at Bwlchgwynt Farm, West Carmarthenshire.

Applicants can apply for a minimum of £100 and a maximum of £100,000 in bonds.

There is no minimum raise from this offer below which bonds would not be issued. All valid applications up to the maximum of £400,000 will be converted into bonds.

The bond offer opens on 1st October 2020 and ends on 31st October 2020 or when the target is reached, whichever is earlier. The board have the discretion to accept applications over the target amount if this is to the benefit of the society, members and bondholders.

6.1. Bond allocation

Bonds will be allocated on a first come first served basis. Successful applicants will receive bond certificates and their details and holdings will be recorded in a bond register to be kept by the Society.

There is no geographical restriction, we welcome applications from the UK and beyond.

6.2. Bond interest

Interest will be paid bond capital on each anniversary of the bond issue date. The interest rate will be the greater of 3% or 1% above the Bank of England base rate that applies on the date the interest payments are made. Where bonds are redeemed part way through a year, interest will be calculated pro-rata to the period of time the bonds are in issue.

6.3. Bond term and redemption

By default, no bond capital will be returned for 5 years. After this, 10% of the bond capital will be returned each year so that the final capital and a final interest payment will be paid to the bondholder on the 15th anniversary of the issue date.

Bond interest of 3% or 1% above Bank of England base rate

Offer opens on 1st October 2020 and closes on 31st October 2020

Bondholders may ask for the bonds to be redeemed at any time and the Society will prioritise repayment of bond capital to make sure this can happen if requested. The Society would aim to return capital, together with any remaining interest, within one month of the request for redemption being received. There is no penalty for early redemption.

The only situation in which immediate redemption may not be possible is if multiple large requests for redemption are received at the same time which could cause a short term cashflow issue for the society because we do not intend to hold large reserves in our current account. In this case we would aim to comply with all requests as soon as cashflow allowed but it is possible that there could be a delay in this situation.

Bonds are not tradeable or transferrable.

6.4. Debtor priority

The society will have raised capital through commercial loans, shares and bonds. If the society becomes insolvent and is unable to meet its financial obligations in full, our commercial loans would be repaid with first priority, followed by repayment of any bonds in issue (in order of increasing issue date). Repayment of share capital would take place if and when all bond capital is returned.

6.5. *Membership*

Although purchase of shares in the previous share offer conferred Society membership on the shareholder, bond holders do not become members of the Society.

6.6. *Taxation on interest payments*

Interest payments will be made gross and subscribers will be responsible for declaring this income on their tax returns except where they are exempted from doing so by Personal Savings Allowance or any similar scheme.

6.7. *Provisions on death of a Member*

In accordance with the Society's Rules, on the death of a member of the Society, their personal representative can apply for withdrawal of the bond capital. Return of bond capital under this provision will be prioritised by the Board over any other return of capital.

6.8. *Eligibility*

Any individual who is at least 16 years of age or any incorporated organisation (an organisation with a registration number either from Companies House or the FCA) can apply for bonds.

There is no provision for bonds to be purchased jointly or by un-incorporated organisations.

6.9. *Application procedure*

By making an Application an Applicant offers to subscribe, on these Terms and Conditions, for the number of bonds specified, or such lesser number as may be allocated.

An application once made cannot be withdrawn.

The price of each bond is £1. The minimum number is 100. The maximum per applicant is 100,000.

Multiple subscriptions will be admitted providing that they do not result in a bondholder holding more than the maximum including those from all bond offers.

6.10. *The Offer timetable*

The Offer will open on 1st October 2020 and will close on the 31st October 2020 or when the offer is full, whichever is earlier. None of the Society, its Directors or advisors will be responsible for loss of interest or any other benefit suffered by Applicants during the period the monies are held by the Society.

6.11. Procedures on application receipt

Any cheques/bankers' drafts will be presented on receipt and may be rejected if they do not clear.

Surplus Application Monies may be retained pending clearance of cheques.

Applications may be rejected in whole, or in part, or be scaled down.

Monies in respect of any rejected or scaled-down applications shall be returned no later than one month after the end of the Offer.

No interest is payable on submitted Application Monies which become returnable.

Incomplete or inaccurate Application Forms may be accepted as if complete and accurate.

Bonds will be issued on or before the 15th November 2020. Certificates will be issued to successful applicants within one month of the date of issue.

6.12. Applying for Bonds

Before completing an Application you should consider taking appropriate financial and other advice. In signing the Application Form you are making an irrevocable offer to enter into a contract with the Society. Under Money Laundering Regulations, you may be required to produce satisfactory evidence of your identity and it is a condition of the offer that you do so as requested. Non-UK residents must take responsibility for ensuring that there are no laws or regulations in their own country that would prevent them from investing in or receiving income from a UK Society.

6.13. Payment

If applying using the paper form, please attach a cheque or bankers draft, drawn on a UK bank or building society, for the exact amount shown in the box under 'total amount'. You may also pay by bank transfer (detail on the application form). There are payment options of cheque and bank transfer via the online application form.

7. Risks

All commercial activities carry risk – and community energy projects are no exception.

We have made every effort to minimise risks to our members and bond holders. Below, we summarise key assumptions and risks, along with measures we have taken to minimise them.

Financial assumptions. We assume an inflation rate of 2.5% on electricity prices and 2% on everything else, and interest on long-term bank deposits of 1%. Lower inflation rates would reduce the financial performance of the society, but bond interest is fixed and prioritised above payment of share interest and capital. We have used conservative figures reflecting current low values with a small adjustment for historic trends on the 20-year timescale.

Bond offer not raising enough capital. The society is financially viable with the present loans in place, but we can increase our gifting to good causes if we convert some bank loan into bonds. Financial viability or ability to pay interest is therefore not dependent on this bond offer reaching its target.

Wind. Lower than projected wind speed would reduce the financial viability of our turbine, but we now have more than 3 years of real data which indicate that our pre-construction projections of wind speed and yield were fairly accurate.

Feed-in tariff (FiT). If the FiT is reduced, income reduces accordingly. However successive Governments have affirmed commitment to retaining FiT at levels contracted, despite the ending of the scheme for new generators. Our FiT is pre-accredited: guaranteed by Ofgem to be at the rate modelled (5.46p/kWh).

Electricity price. Our projections are based on us obtaining a price of 5.5p/kWh (index linked) for the electricity we sell. So far, during the first 3 years, the price we have obtained has been significantly above this but grid wholesale prices have reduced during 2020 and we have reverted to the OFGEM guaranteed tariff which provides us with the price above of 5.5p (2017 value) index linked.

Outages. Major outages for maintenance would reduce income. EWT Turbines are proven machines with good service provision in the UK. We have factored in cost of manufacturers warranty guaranteeing 95% uptime, and insurance against loss of income which covers some but not all scenarios.

Suppliers going out of business: The removal of the Feed in Tariff has caused many suppliers and installers of renewable energy to go out of business. The board are satisfied that there is a growing sector of independent turbine engineers that could keep our turbine running if EWT did stop operating in the UK for any reason. We have taken the view that there are sufficient EWT turbines erected in the UK and hence enough demand to ensure that an independent maintenance provider would have sufficient demand to warrant continuing to provide a service.

Those interested in investing should do so only after reading this document in full and taking appropriate financial and other advice. This bond offer is not covered by the Financial Ombudsman Service or the Financial Services Compensation Scheme.

8. Application form

Please note you can also apply and pay online from our website **YnNiTeg.cymru**

I wish to buy a total amount of [ ] bonds at £1.00 per bond.
(minimum: £100, maximum: £100,000)

Title (Mr/Mrs/Ms/other): .... Forenames: ....

Surname: ....

Email: [ ]
Please provide an email address if you have one to help us to keep down admin costs.

Postal Address: ....

Post code: .... Day-time Telephone: ....

If applying on behalf of an incorporated organisation please also provide:

Organisation name: .... Type of organisation ....

Organisation address: ....

Registration number: .... Registered with: Companies House / FCA

Your Position within Org.: ....

(You must be authorised to sign on behalf of the organisation)

If you would like payments from the Society to you to be made by bank transfer, please provide your bank details:

Bank Account number: .... Sort Code: ....

Please tick both boxes to confirm:

- ☐ (required) I have read the Bond Offer Document and am not relying on any other source of information about the Society. I am over 16 and eligible to Apply for bonds. I have considered whether I need to take financial advice or other advice.
- ☐ (optional) I would be happy to receive information about other Community Energy projects that Community Energy Wales or Sharenergy may be involved in, (no more than one email per month from either organisation)

Signature: .... Date: ....

CHEQUE. If paying by cheque make payable to YnNi Teg Cyf Ltd and cross a/c Payee.

TRANSFER. If paying by transfer please use these details:
YnNi Teg Cyf. Sort code: 60 83 01 Account no.: 20386173
Please use the Applicant initials and postcode as the reference attached to the transfer.

Send this completed form to YnNi Teg, The Pump House, Coton Hill, Shrewsbury, SY1 2DP
or sign, scan and email to info@ynniteg.cymru

Contact us

For all enquiries contact Sharenergy on 0800 0434133

or via info@ynniteg.cymru

Our website can be found at www.ynniteg.cymru

YnNi Teg is a registered Society
Registered with the Financial Conduct Authority.
Our Registered number is 7637