

COMPANY REGISTRATION NUMBER 00951055

CLARITY GAZEBO LIMITED
ABBREVIATED ACCOUNTS
31 DECEMBER 2015

COTTERELL & CO
Chartered Accountants
The Curve
83 Tempest Street
Wolverhampton
WV2 1AA

WEDNESDAY



A5FHCRJE

A15

14/09/2016

#462

COMPANIES HOUSE

CLARITY GAZEBO LIMITED

ABBREVIATED BALANCE SHEET

31 December 2015

	Note	2015 £	2014 £
FIXED ASSETS			
Investments	2	2,778,867	2,778,867
CURRENT ASSETS			
Debtors		61,887	66,882
Cash at bank and in hand		14,011	7,822
		<u>75,898</u>	<u>74,704</u>
CREDITORS: Amounts falling due within one year	3	<u>3,688,360</u>	<u>3,662,841</u>
NET CURRENT LIABILITIES		<u>(3,612,462)</u>	<u>(3,588,137)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(833,595)</u>	<u>(809,270)</u>
CREDITORS: Amounts falling due after more than one year	4	<u>133,870</u>	<u>158,786</u>
		<u>(967,465)</u>	<u>(968,056)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	1,000	1,000
Revaluation reserve		(224,057)	(224,057)
Profit and loss account		(744,408)	(744,999)
DEFICIT		<u>(967,465)</u>	<u>(968,056)</u>

For the year ended 31 December 2015 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These abbreviated accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

These abbreviated accounts were approved by the directors and authorised for issue on 1/9/2016, and are signed on their behalf by:

William J R White
W J R White
Director

Company Registration Number: 00951055

The notes on pages 2 to 4 form part of these abbreviated accounts.

CLARITY GAZEBO LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

Year ended 31 December 2015

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Going concern

The financial statements have been prepared on the assumption that the company is able to carry on business as a going concern, which the directors consider appropriate having regard to the circumstances outlined in Note 14 to the financial statements.

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Turnover

Turnover comprises of rents receivable for the year.

Operating lease agreements

Rentals under operating leases are charged on a straight line basis over the term of the lease.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

CLARITY GAZEBO LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

Year ended 31 December 2015

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

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 entity after deducting all of its financial liabilities. Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities.

Investments

Investments in subsidiaries are valued at cost less provision for impairment.

Investment property is valued at open market value as determined by the Directors.

2. FIXED ASSETS

	Investments £
COST OR VALUATION	
At 1 January 2015 and 31 December 2015	<u>2,845,307</u>
AMOUNTS WRITTEN OFF	
At 1 January 2015	66,440
At 31 December 2015	<u>66,440</u>
NET BOOK VALUE	
At 31 December 2015	<u>2,778,867</u>
At 31 December 2014	<u>2,778,867</u>

The company owns 100% of the issued share capital of the companies listed below.

	2015 £	2014 £
Aggregate capital and reserves		
Clarity Print Limited	321,675	321,675
Clarity Group Limited	2,151,828	2,151,828
Clarity Office Supplies Limited	50,000	50,000
ARC Screen Print Limited	<u>(75,336)</u>	<u>(75,336)</u>

All subsidiary undertakings are incorporated in England and Wales and all companies remained dormant throughout the year making neither a profit or a loss.

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2015 £	2014 £
Bank loans and overdrafts	<u>27,095</u>	<u>26,145</u>

CLARITY GAZEBO LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS OF CLARITY GAZEBO LIMITED

Year ended 31 December 2015

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2015	2014
	£	£
Bank loans and overdrafts	<u>133,870</u>	<u>158,786</u>

The bank loans are secured by a debenture on the Bank's standard form as well as a legal charge over the company's long leasehold buildings.

For the loan falling partly due after more than five years (see below) the terms of repayment are £2,575 per month and the interest rate applicable to this loan is 2.01% over base rate.

Included within creditors falling due after more than one year is an amount of £20,291 (2014 - £48,207) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

5. SHARE CAPITAL

Allotted, called up and fully paid:

	2015		2014	
	No	£	No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

6. ULTIMATE PARENT COMPANY

The company is controlled by its parent company, Somerley Limited, registered in the Isle of Man. Somerley Limited is controlled by Mrs J White.

7. GOING CONCERN

The company has now settled matters which remained following the disposal of its print trade and is generating net funds from the letting of its investment property. This improvement will accelerate when the mortgage on the rental property is repaid in due course. In the meantime the company has been given an undertaking by its main creditor, Rotadex Systems Limited, the funding support will continue. On this basis the accounts continue to be drawn up on a going concern basis. The company are responsible for the preparation of the abbreviated accounts for the year ended 31 December 2015.