

Registered number: 3066662

BRAINSTORM LIMITED
UNAUDITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009

PM+M Solutions for Business LLP
Chartered Accountants
Oakmount
6 East Park Road
Blackburn
Lancashire
BB1 8BW

WEDNESDAY



A69

AVIRLNTF

29/09/2010

213

COMPANIES HOUSE

BRAINSTORM LIMITED

The following reproduces the text of the Accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 6) have been prepared

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF BRAINSTORM LIMITED**

In accordance with our engagement letter, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company which comprise the Profit and loss account, the Balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements

You have acknowledged on the Balance sheet as at 31 December 2009 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year

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

PM+M Solutions for Business LLP

PM+M Solutions for Business LLP

Chartered Accountants

Blackburn

21 September 2010

BRAINSTORM LIMITED
REGISTERED NUMBER: 3066662

ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2009

	Note	2009 £	2008 £
FIXED ASSETS			
Tangible fixed assets	2	33,953	31,373
Fixed asset investments	3	-	7,743
		<u>33,953</u>	<u>39,116</u>
CURRENT ASSETS			
Stocks		247,846	402,968
Debts factored with recourse			
Gross debts (after provision for charges)		347,427	418,607
Other debtors		39,405	14,436
Cash at bank and in hand		41,804	143,540
		<u>676,482</u>	<u>979,551</u>
CREDITORS amounts falling due within one year		<u>(337,915)</u>	<u>(676,029)</u>
NET CURRENT ASSETS		<u>338,567</u>	<u>303,522</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>372,520</u>	<u>342,638</u>
PROVISIONS FOR LIABILITIES			
Deferred Tax		(6,511)	(3,716)
NET ASSETS		<u>366,009</u>	<u>338,922</u>
CAPITAL AND RESERVES			
Called up share capital	4	100	100
Profit and loss account		365,909	338,822
SHAREHOLDERS' FUNDS		<u>366,009</u>	<u>338,922</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2009 and of its profit for the year then ended in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to the financial statements so far as applicable to the company.

BRAINSTORM LIMITED

ABBREVIATED BALANCE SHEET (continued)
AS AT 31 DECEMBER 2009

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 were approved and authorised for issue by the board and were signed on its behalf on 21 September 2010



N Saunders
Director

The notes on pages 4 to 6 form part of these financial statements

BRAINSTORM LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009****1 ACCOUNTING POLICIES****1.1 Basis of preparation of financial statements**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	-	25%	reducing balance
Other Fixed Assets	-	33%	straight line

1.4 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

BRAINSTORM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2009	68,457
Additions	9,089
	<u>77,546</u>
At 31 December 2009	
Depreciation	
At 1 January 2009	37,084
Charge for the year	6,509
	<u>43,593</u>
At 31 December 2009	
Net book value	
At 31 December 2009	<u>33,953</u>
At 31 December 2008	<u>31,373</u>

3. FIXED ASSET INVESTMENTS

	£
Cost or valuation	
At 1 January 2009	7,743
Disposals	(7,743)
	<u>-</u>
At 31 December 2009	

On 6 March 2009 the company transferred its investment in The Original Glowstars Company Limited to the KGS Group Limited

4. SHARE CAPITAL

	2009 £	2008 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

BRAINSTORM LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

5 RELATED PARTY TRANSACTIONS

During the year the company paid dividends amounting to £121,000 (2008 - £108,000) to the shareholders of the company

At the balance sheet date there was a debtor outstanding of £7,743 from KGS Group Limited the parent company

During the year the company entered into transactions with The Original Glowstar Company Limited, commission was charged to the company amounting to £139,940 and at the balance sheet date there was a liability outstanding of £139,440 (2008 - £nil)

6 ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

On 6 March 2009 the company entered into a share for share agreement with KGS Group Limited for the entire share capital of the company. Thus KGS Group Limited became the parent company and the controlling party