

Clear Skies Software Limited
Unaudited Financial Statements
for the Period 1 July 2021 to 31 December 2021

Haines Watts Wales LLP
7 Neptune Court
Vanguard Way
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for the Period 1 July 2021 to 31 December 2021**

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Clear Skies Software Limited
Company Information
for the Period 1 July 2021 to 31 December 2021

Directors:	Mr T J E Bowen Mr A Fraser Mr M Caxton
Registered office:	79 Macrae Road Eden Office Park Ham Green Bristol BS20 0DD
Registered number:	03943189 (England and Wales)
Accountants:	Haines Watts Wales LLP 7 Neptune Court Vanguard Way Cardiff CF24 5PJ
Bankers:	Lloyds Bank Plc Commercial Banking PO BOX 1000 BX1 1LT

Balance Sheet
31 December 2021

	Notes	2021 £	2021 £
Fixed assets			
Intangible assets	4	10,055	-
Tangible assets	5	<u>51,906</u>	<u>43,547</u>
		<u>61,961</u>	<u>43,547</u>
Current assets			
Debtors	6	620,790	127,642
Investments	7	1	34,803
Cash at bank		<u>3,768</u>	<u>312,451</u>
		<u>624,559</u>	<u>474,896</u>
Creditors			
Amounts falling due within one year	8	<u>(334,333)</u>	<u>(230,903)</u>
Net current assets		<u>290,226</u>	<u>243,993</u>
Total assets less current liabilities		<u>352,187</u>	<u>287,540</u>
Provisions for liabilities		-	(10,660)
Net assets		<u>352,187</u>	<u>276,880</u>
Capital and reserves			
Called up share capital	9	6,320	6,320
Retained earnings	10	<u>345,867</u>	<u>270,560</u>
Shareholders' funds		<u>352,187</u>	<u>276,880</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 29 September 2022 and were signed on its behalf by:

Mr T J E Bowen - Director

**Notes to the Financial Statements
for the Period 1 July 2021 to 31 December 2021**

1. Statutory information

Clear Skies Software Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. Accounting policies

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis. The Directors have reviewed and considered relevant information, including the annual budget and future cash flows in making their assessment. In particular, in response to the COVID-19 pandemic, the Directors have tested their cash flow analysis to take into account the impact on their business of possible scenarios brought on by the impact of COVID-19, alongside the measures that they can take to mitigate the impact. Based on these assessments, given the measures that could be undertaken to mitigate the current adverse conditions, and the current resources available, the Directors have concluded that they can continue to adopt the going concern basis in preparing the annual report and accounts.

Going concern

The directors have considered future trading prospects and the financial forecasts prepared for the period to December 2022 and have a reasonable expectation that profits will be reported and that the company and the group as a whole will have adequate working capital based on facilities currently available.

Included in debtors are balances of £385,000 due from other companies within the group. Where the recoverability of these debtors relies on revenue in these companies, the directors are of the opinion that the intercompany balances will be settled in full.

In view of the foregoing, the financial statements have been prepared on a going concern basis.

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of computer software, hardware, maintenance services and professional services to clients.

Turnover is recognised on service and maintenance agreements over the term of the underlying contract.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs commence amortisation from the financial year succeeding the initial cost. Once commenced, development costs are amortised evenly over their estimated useful life of 8 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold property	- Straight line over 40 years
Computer equipment	- 25% or 33% on cost

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Notes to the Financial Statements - continued
for the Period 1 July 2021 to 31 December 2021**

2. Accounting policies - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Development costs

The Directors review of the expenditure incurred in relation to software development during the year has established that wages costs should be treated as capitalised development costs.

The Directors annually review all costs treated as capitalised development costs to ensure there are no indicators of impairment that would lead to a write down of the balance.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

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Long term contracts

Amounts recoverable on contract represents work done which has yet to be invoiced to customers.

3. Employees and directors

The average number of employees during the period was 6 (2021 - 7) .

4. Intangible fixed assets

	Development costs £
Cost	
Additions	10,055
At 31 December 2021	<u>10,055</u>
Net book value	
At 31 December 2021	<u>10,055</u>

Notes to the Financial Statements - continued
for the Period 1 July 2021 to 31 December 2021

5. Tangible fixed assets

	Freehold property £	Computer equipment £	Totals £
Cost			
At 1 July 2021	46,730	6,627	53,357
Additions	6,702	3,884	10,586
At 31 December 2021	<u>53,432</u>	<u>10,511</u>	<u>63,943</u>
Depreciation			
At 1 July 2021	6,133	3,677	9,810
Charge for period	678	1,549	2,227
At 31 December 2021	<u>6,811</u>	<u>5,226</u>	<u>12,037</u>
Net book value			
At 31 December 2021	<u>46,621</u>	<u>5,285</u>	<u>51,906</u>
At 30 June 2021	<u>40,597</u>	<u>2,950</u>	<u>43,547</u>

6. Debtors: amounts falling due within one year

	2021 £	2021 £
Trade debtors	163,204	76,658
Amounts owed by group undertakings	385,000	-
Amounts recoverable on contract	63,245	42,175
Other debtors	-	6,702
Prepayments	9,341	2,107
	<u>620,790</u>	<u>127,642</u>

7. Current asset investments

	2021 £	2021 £
Listed investments	-	34,802
Unlisted investments	1	1
	<u>1</u>	<u>34,803</u>

8. Creditors: amounts falling due within one year

	2021 £	2021 £
Trade creditors	12,156	12,320
Tax	3,052	8,202
Social security and other taxes	6,504	5,719
VAT	23,851	26,478
Other creditors	-	3,051
Accruals and deferred income	288,770	175,133
	<u>334,333</u>	<u>230,903</u>

9. Called up share capital

Allotted, issued and fully paid:			2021	2021
Number:	Class:	Nominal value:	£	£
6,320	Ordinary	£1	<u>6,320</u>	<u>6,320</u>

Notes to the Financial Statements - continued
for the Period 1 July 2021 to 31 December 2021

10. **Reserves**

Retained
earnings
£

At 1 July 2021

270,560

Profit for the period

75,307

At 31 December 2021

345,867

11. **Ultimate controlling party**

The ultimate controlling party is Agile Applications Group Limited.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.