

COMPANY REGISTRATION NUMBER: 07356504

**BRIGHT SPARKS LIGHTING LIMITED**

**FILLETED UNAUDITED FINANCIAL STATEMENTS**

**31 August 2021**

# **BRIGHT SPARKS LIGHTING LIMITED**

## **STATEMENT OF FINANCIAL POSITION**

**31 August 2021**

		2021		2020	
	Note	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	5	36,000		42,000	
Tangible assets	6	30,900		11,480	
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		66,900		53,480	
<b>CURRENT ASSETS</b>					
Stocks		4,901		6,428	
Debtors	7	161,209		124,361	
Cash at bank and in hand		41,843		53,727	
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		207,953		184,516	
<b>CREDITORS: amounts falling due within one year</b>	8	215,198		200,017	
			-----		-----
<b>NET CURRENT LIABILITIES</b>			7,245		15,501
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<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			59,655		37,979
<b>CREDITORS: amounts falling due after more than one year</b>	9		98,901		121,803
<b>PROVISIONS</b>		5,871		2,181	
			-----		-----
<b>NET LIABILITIES</b>		( 45,117)		( 86,005)	
			-----		-----
<b>CAPITAL AND RESERVES</b>					
Called up share capital fully paid		30		30	
Profit and loss account		( 45,147)		( 86,035)	
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<b>SHAREHOLDERS DEFICIT</b>		( 45,117)		( 86,005)	
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These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 31 August 2021 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 financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

# **BRIGHT SPARKS LIGHTING LIMITED**

## **STATEMENT OF FINANCIAL POSITION** *(continued)*

### **31 August 2021**

These financial statements were approved by the board of directors and authorised for issue on 13 October 2021 , and are signed on behalf of the board by:

Mr S Scott

Mr G J Parr

Director

Director

Company registration number: 07356504

# **BRIGHT SPARKS LIGHTING LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2021**

### **1. GENERAL INFORMATION**

The company is a private company limited by shares, registered in United Kingdom. The address of the registered office is 1 Ground Floor, Ferro House, Scaldwell Industrial Estate, Brixworth, Northamptonshire, NN6 9UA, United Kingdom.

### **2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. ACCOUNTING POLICIES**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Going concern**

The company currently meets its daily working capital requirements through operating revenues, banking facilities and financial support from the directors. On this basis, the directors consider it appropriate to prepare the accounts on the going concern basis. The accounts do not include any adjustments that would result from the failure to raise any additional finance that may prove necessary.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

#### **Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

#### **Operating leases**

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

#### **Goodwill**

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business. Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

#### **Intangible assets**

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	10% straight line
Franchise fee	-	33 1/3% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	15% reducing balance
Motor vehicles	-	25% reducing balance
Computer equipment	-	33 1/3% straight line

**Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**Finance leases and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset. Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

**Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

### 4. EMPLOYEE NUMBERS

The average number of persons employed by the company during the year amounted to 8 (2020: 9 ).

### 5. INTANGIBLE ASSETS

	Goodwill	Franchise Fee	Total
	£	£	£
<b>Cost</b>			
<b>At 1 September 2020 and 31 August 2021</b>	60,000	20,000	80,000
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<b>Amortisation</b>			
At 1 September 2020	18,000	20,000	38,000
Charge for the year	6,000	—	6,000
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<b>At 31 August 2021</b>	24,000	20,000	44,000
	-----	-----	-----
<b>Carrying amount</b>			
<b>At 31 August 2021</b>	36,000	—	36,000
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At 31 August 2020	42,000	—	42,000
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### 6. TANGIBLE ASSETS

	Fixtures and fittings	Motor vehicles	Computer Equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 September 2020	2,555	24,750	3,880	31,185
Additions	280	29,777	—	30,057
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<b>At 31 August 2021</b>	2,835	54,527	3,880	61,242
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<b>Depreciation</b>				
At 1 September 2020	803	15,655	3,247	19,705
Charge for the year	305	9,718	614	10,637
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<b>At 31 August 2021</b>	1,108	25,373	3,861	30,342
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<b>Carrying amount</b>				
<b>At 31 August 2021</b>	1,727	29,154	19	30,900
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At 31 August 2020	1,752	9,095	633	11,480
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### 7. DEBTORS

	2021	2020
	£	£
Trade debtors	155,354	122,335
Other debtors	5,855	2,026
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	161,209	124,361
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**8. CREDITORS: amounts falling due within one year**

	2021	2020
	£	£
Bank loans and overdrafts	118,195	100,060
Trade creditors	45,738	54,105
Corporation tax	9,685	9,913
Social security and other taxes	26,396	21,114
Other creditors	15,184	14,825
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	215,198	200,017
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Included within other creditors are amounts totalling £4,814 (2020 - £4,793) relating to hire purchase agreements which are secured by the company.

**9. CREDITORS: amounts falling due after more than one year**

	2021	2020
	£	£
Bank loans and overdrafts	86,751	116,503
Other creditors	12,150	5,300
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	98,901	121,803
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Included within other creditors are amounts totalling £12,150 (2020 - £5,300) relating to hire purchase agreements which are secured by the company.

**10. GOING CONCERN**

The directors have considered the period to October 2022 when assessing the company's ability to continue as a going concern. It is believed that the company will either be able to satisfy its liabilities as these become payable, or alternatively will be sold as a going concern.

**11. OPERATING LEASES**

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Not later than 1 year	5,880	5,580
Later than 1 year and not later than 5 years	—	5,580
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	5,880	11,160
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**12. RELATED PARTY TRANSACTIONS**

During the year the company undertook the following transactions with related parties: Directors had advanced monies to the company. At 31 August 2021 the amount due to the directors was £2,726 (2020 - £173).



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.