

REGISTERED NUMBER: 09235994 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2022
FOR
BRIMSTONE ELECTRICAL SYSTEMS LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Page
Balance Sheet	1
Notes to the Financial Statements	3

BALANCE SHEET
31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Tangible assets	5		43,376		36,718
CURRENT ASSETS					
Stocks		250		-	
Debtors	6	93,603		76,044	
Cash at bank		5		10,005	
		<u>93,858</u>		<u>86,049</u>	
CREDITORS					
Amounts falling due within one year	7	<u>95,893</u>		<u>90,067</u>	
NET CURRENT LIABILITIES			<u>(2,035)</u>		<u>(4,018)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			41,341		32,700
CREDITORS					
Amounts falling due after more than one year	8		(56,485)		(53,234)
PROVISIONS FOR LIABILITIES	9		<u>(6,664)</u>		<u>(4,753)</u>
NET LIABILITIES			<u>(21,808)</u>		<u>(25,287)</u>
CAPITAL AND RESERVES					
Called up share capital	10		10		10
Retained earnings			<u>(21,818)</u>		<u>(25,297)</u>
SHAREHOLDERS' FUNDS			<u>(21,808)</u>		<u>(25,287)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 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 notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2022

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 Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 29 September 2023 and were signed on its behalf by:

E L Thomson - Director

Miss M M Franks - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. STATUTORY INFORMATION

Brimstone Electrical Systems Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 09235994

Registered office: Pharmacy Chambers
High Street
Wadhurst
East Sussex
TN5 6AP

2. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- 10% on cost
Plant and machinery	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Equipment	- 25% on reducing balance

All fixed assets are initially recorded at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

3. ACCOUNTING POLICIES - continued

Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities, like trade and other accounts receivable and payable, loans from banks and other third parties and loans to / from related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at the present value of the future cash flows and subsequently measured at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted transaction price less any impairment.

If the arrangements of a short term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of the estimated cash flows discounted at the asset's original effective rate.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

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. Financial liabilities are presented as such in the balance sheet and measured as detailed above.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Finance costs are charged to the profit and loss over the term of the financial asset / liability using the effective interest method so that the amount charged is at a constant rate on the carrying amount.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

3. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

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 year 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

4. **EMPLOYEES AND DIRECTORS**

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Motor vehicles £	Equipment £	Totals £
COST					
At 1 January 2022	16,235	3,678	47,202	4,228	71,343
Additions	-	281	27,000	483	27,764
Disposals	(4,365)	-	(14,218)	-	(18,583)
At 31 December 2022	<u>11,870</u>	<u>3,959</u>	<u>59,984</u>	<u>4,711</u>	<u>80,524</u>
DEPRECIATION					
At 1 January 2022	4,535	2,810	25,002	2,278	34,625
Charge for year	1,190	293	10,802	614	12,899
Eliminated on disposal	(2,155)	-	(8,221)	-	(10,376)
At 31 December 2022	<u>3,570</u>	<u>3,103</u>	<u>27,583</u>	<u>2,892</u>	<u>37,148</u>
NET BOOK VALUE					
At 31 December 2022	<u>8,300</u>	<u>856</u>	<u>32,401</u>	<u>1,819</u>	<u>43,376</u>
At 31 December 2021	<u>11,700</u>	<u>868</u>	<u>22,200</u>	<u>1,950</u>	<u>36,718</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 January 2022	47,202
Additions	27,000
Disposals	(14,218)
At 31 December 2022	<u>59,984</u>
DEPRECIATION	
At 1 January 2022	25,002
Charge for year	10,802
Eliminated on disposal	(8,221)
At 31 December 2022	<u>27,583</u>
NET BOOK VALUE	
At 31 December 2022	<u>32,401</u>
At 31 December 2021	<u>22,200</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	17,433	26,833
Directors' current accounts	63,311	33,822
Tax	10,992	10,992
Prepayments	1,867	4,397
	<u>93,603</u>	<u>76,044</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts	16,323	10,991
Hire purchase contracts	7,218	7,873
Trade creditors	30,448	24,518
Corporation tax	21,179	20,237
PAYE and social security	12,404	13,732
VAT	3,908	8,108
Other creditors	743	406
Accruals and deferred income	3,670	4,202
	<u>95,893</u>	<u>90,067</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans - 1-2 years	8,080	8,080
Bank loans - 2-5 years	14,577	20,371
Hire purchase contracts	33,828	24,783
	<u>56,485</u>	<u>53,234</u>

9. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax		
Accelerated capital allowances	<u>6,664</u>	<u>4,753</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

9. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 January 2022	4,753
Provided during year	<u>1,911</u>
Balance at 31 December 2022	<u>6,664</u>

10. CALLED UP SHARE CAPITAL**Allotted, issued and fully paid:**

Number:	Class:	Nominal value:	2022 £	2021 £
1,000	Ordinary	1 pence	<u>10</u>	<u>10</u>

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2022 and 31 December 2021:

	2022 £	2021 £
E L Thomson		
Balance outstanding at start of year	33,823	23,302
Amounts advanced	29,488	10,521
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>63,311</u>	<u>33,823</u>

Interest has been charged on the amount outstanding at the HMRC official rate.

12. RELATED PARTY DISCLOSURES

A personal guarantee of up to £15,000 has been provided by a director to HSBC in respect of the bank overdraft.

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.