

Company Number: 09812716

Igloo Energy Supply Limited

**FILLETED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019**

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Igloo Energy Supply Limited

FILLETED ACCOUNTS

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Igloo Energy Supply Limited

COMPANY INFORMATION

COMPANY NUMBER

09812716

REGISTERED OFFICE

The White Building
1-4 Cumberland Place
Southampton
SO15 2NP

DIRECTORS

M Clemow
H Brown

SECRETARY

M Clemow

ACCOUNTANTS

BDO LLP
150 Aldersgate Street
London
EC1A 4AB

Igloo Energy Supply Limited

STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2019

		2019	2018
	Note	£	£
Non-current assets			
Investments	5	1	1
Property, plant and equipment	7	36,204	5,929
Intangible assets	8	73,929	12,993
		<u>110,134</u>	<u>18,923</u>
 Current assets			
Trade and other receivables	6	5,794,994	1,082,284
Cash and cash equivalents		1,258,259	93,368
		<u>7,053,253</u>	<u>1,175,652</u>
 Total assets		<u>7,163,387</u>	<u>1,194,575</u>
 Current liabilities			
Trade and other payables	9	(7,063,813)	(1,570,518)
Amounts due to group undertaking	10	(3,733,989)	(343,731)
 Total liabilities		<u>(10,797,802)</u>	<u>(1,914,249)</u>
 Net liabilities		<u>(3,634,415)</u>	<u>(719,674)</u>
 Shareholder's deficit			
Share capital	11	100	100
Accumulated losses		(3,634,515)	(719,774)
 Total shareholder's deficit		<u>(3,634,415)</u>	<u>(719,674)</u>

The Company registered number is 09812716.

The directors of the Company have elected not to include a copy of the Statement of comprehensive income within the financial statements. The Company's comprehensive loss for the year was £2,914,739 (2018: £700,439). The notes on pages 3 to 8 form part of these accounts.

Directors' responsibilities:

- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts; and
- these accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime of the Companies Act 2006.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:


M Clemow
Director

Date: 23 December 2019

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019

1. General Information

Igloo Energy Supply Limited is a private company, limited by shares, domiciled in England and Wales, registration number 09812716. The registered office is The White Building, 1-4 Cumberland Place, Southampton, England, SO15 2NP.

On 4 February 2019 Moore Stephens merged its business with BDO LLP. As a result, Moore Stephens LLP resigned as auditors, and the directors have appointed BDO LLP as auditors in their place.

An audit of the financial statements was carried out by BDO LLP as statutory auditor who reported to the group's members on 23 December 2019. The auditor's report was signed by Michael Simms as senior statutory auditor and was unmodified.

2. Accounting policies

(a) Basis of accounting

The financial statements have been prepared in accordance with Section 1A "Small Entities" of FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The Company has taken the exemption from preparing a Statement of Cash Flows and a Statement of Changes in Equity in accordance with FRS102 Section 1A paragraph 1A.7 and disclosing related party transactions in accordance with paragraph 1AC.35. The Company has taken exemptions from preparing consolidated financial statements as it was subject to the small companies regime.

(b) Going concern

As at 31 March 2019, the Company had net liabilities amounting to £3,634,415 (2018: £719,674) and was funded by a loan provided by its parent company Lightbulb ES Limited of £3,733,989 (2018: £343,731). The ability of the Company to continue as a going concern is dependent on the continued financial support from the parent undertaking, Lightbulb ES Limited. Lightbulb ES Limited has provided a letter of support stating it will continue to provide ongoing financial support to the Company to enable the Company to meet all its liabilities as they fall due.

As such, the financial statements have been prepared on a going concern basis.

(c) Revenue

Revenue represents amounts receivable for goods and services net of VAT. Energy supply revenue is recognised on the basis of electricity and gas supplied during the period.

The Company has received grant income intended to compensate for incurred qualifying expenditure. Grants that are received in respect of expenses already incurred by the entity are recognised in profit and loss in the period when the grant becomes receivable.

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019 (continued)

2. Accounting policies (Continued)

(d) Property, plant and equipment

Property, plant and equipment are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation is provided in order to write off the cost of each asset over its estimated useful life using the following methods and annual rates:

Computer and office equipment	-	33%
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(e) Intangible assets

Platform costs and licensing costs are recognised at cost less any amortisation and any impairment losses. The cost of intangible assets acquired is their fair value at the date of acquisition. Each identifiable asset is amortised over its own estimated useful economic life as follows:

Platform costs	-	20%
Licensing costs	-	33%

(f) Investments

Investments held by the Company are valued at the nominal value of shares purchased.

(g) Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods. Deferred tax is provided in full on timing differences which result in an obligation at the reporting date to pay more tax, or a right to pay less tax, at a future date. The tax rates and laws used are those that have been enacted or substantively enacted by the reporting date. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

(h) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks which are readily convertible, being those with original maturities of three months or less.

(i) Trade and other receivables

Trade receivables are amounts due from customers for energy sold in the ordinary course of business. Accrued income relates to unbilled revenue at the year end which arises due to the timing difference between bill dates and the end of a month.

Trade and other receivables are assessed at the end of each reporting period for evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

(j) Trade payables

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers and are classified as current. Customer prepayments relate to amounts where the customer is in a credit position.

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019 (continued)

(k) Critical accounting estimates and judgements

Revenue

The nature of the energy industry in the UK in which the Company operates is such that the Company's revenue recognition is subject to a degree of estimation. Revenue from the sale of energy to retail customers includes an estimate of the value of the units supplied to customers between the date of their last meter reading and the period end.

Cost of sales

Cost of sales are recognised in line with revenue. Where actual invoices have not been received the latest industry data is used to ensure accuracy.

Intangible assets

The Company amortises its platform costs over 5 years and its licensing costs over 3 years. Management are of the opinion this is reflective of the economic useful life of the software.

3. Staff costs

The average number of staff (excluding directors) employed by the Company during the year was 29 (2018: 8).

4. Tax

a) Current tax charge

There has been no tax charge in the current year (2018: £nil).

b) Deferred income tax

The company has unprovided trading losses carried forward of approximate £3,565,115 (2018: £705,690) available for utilisation against future trading profits. No deferred tax asset has been recognised in respect of these amounts as recoverability is dependent upon there being sufficient future taxable trading profits against which they may be offset.

5. Investments

Cost:	£
At 31 March 2018 and 31 March 2019	1

<i>Company name</i>	<i>Country of incorporation</i>	<i>Principal activity</i>	<i>Holding</i>
MRA Service Company Ltd	United Kingdom	Business support service	0.52%

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019 (continued)

6. Trade and other receivables

	2019	2018
	£	£
Trade receivables	1,563,079	155,525
Accrued income	3,013,421	571,650
Prepayments	931,145	295,344
Other receivables	287,349	59,765
	<u>5,794,994</u>	<u>1,082,284</u>

Accrued income relates to unbilled revenue at the year end. Prepayments include £807,246 (2018: £280,705) of collateral on deposit as required by certain gas and electricity industry specific suppliers.

7. Property, plant and equipment

	Computer equipment	Total
	£	£
Cost		
At 1 April 2018	6,844	6,844
Additions	<u>39,004</u>	<u>39,004</u>
At 31 March 2019	<u>45,848</u>	<u>45,848</u>
Depreciation		
At 1 April 2018	(915)	(915)
Charge	<u>(8,729)</u>	<u>(8,729)</u>
At 31 March 2019	<u>(9,644)</u>	<u>(9,644)</u>
Net book value		
At 31 March 2019	<u>36,204</u>	<u>36,204</u>
Net book value		
At 31 March 2018	<u>5,929</u>	<u>5,929</u>

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019 (continued)

8. Intangible assets

	Platform and Licensing costs £	Total £
Cost or valuation		
At 1 April 2018	19,249	19,249
Additions	<u>80,000</u>	<u>80,000</u>
At 31 March 2019	<u>99,249</u>	<u>99,249</u>
Amortisation		
At 1 April 2018	(6,256)	(6,256)
Charge	<u>(19,064)</u>	<u>(19,064)</u>
At 31 March 2019	<u>(25,320)</u>	<u>(25,320)</u>
Net book value		
At 31 March 2019	<u>73,929</u>	<u>73,929</u>
Net book value		
At 31 March 2018	<u>12,993</u>	<u>12,993</u>

Costs of intangible assets are comprised of Platform costs that relate to the IT infrastructure utilised by Igloo Energy Supply Limited and licensing costs that relate to the industry regulatory licences which are required to trade.

9. Trade and other payables

	2019	2018
	£	£
Trade payables	556,649	190,468
Customer advances	2,842,414	464,513
Accruals and other payables	<u>3,664,750</u>	<u>915,537</u>
	<u>7,063,813</u>	<u>1,570,518</u>

Customer advances are amounts where the customer is in a credit position as at the year end.

10. Amounts due to group undertakings

	2019	2018
	£	£
Amounts due to Group undertakings	<u>(3,733,989)</u>	<u>(343,731)</u>
	<u>(3,733,989)</u>	<u>(343,731)</u>

Amounts due to group undertakings refer to amounts owed by the Company for funding provided by Lightbulb ES Limited and unpaid management fees. The loan balance is interest free and repayable on demand.

Igloo Energy Supply Limited

Notes to the financial statements for the year ended 31 March 2019 (continued)

10. Amounts due to group undertakings (continued)

There is a fixed charge over all property, plant and machinery, debts, blocked accounts, other accounts, the investments, intellectual property, any goodwill and rights in relation to uncalled capital, VAT claims, and any charged agreement. There is also a floating charge over all present and future assets.

The above charges are in relation to loan commitments entered into by Lightbulb ES Limited, the proceeds of which has been used to finance the working capital requirement of the Company. This loan facility to Lightbulb ES Limited was fully repaid post year end and the charges have been satisfied.

11. Share capital

	2019	2018
	£	£
Authorised, issued and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

The issued shares are fully paid, are of the same class and have the same voting rights.

12. Subsequent events

The loan facility to Lightbulb ES Limited as per Note 10 was fully repaid post year end and the charges have been satisfied.

13. Ultimate holding company

The ultimate holding company is Lightbulb ES Limited, a company incorporated in the United Kingdom. No individual shareholder owns a controlling interest in the ultimate holding company.