

Registered number
01266167

Cleartone Telecoms Ltd

Filleted Accounts

31 January 2018



Clearstone Telecoms Ltd**Registered number:** 01266167**Balance Sheet****as at 31 January 2018**

	Notes	2018 £	2017 £
Fixed assets			
Tangible assets	4	72,742	64,935
Current assets			
Stocks		869,644	457,025
Debtors	5	313,259	544,498
Cash at bank and in hand		1,873,808	1,692,417
		<u>3,056,711</u>	<u>2,693,940</u>
Creditors: amounts falling due within one year	6	(1,141,151)	(1,552,520)
Net current assets		<u>1,915,560</u>	<u>1,141,420</u>
Total assets less current liabilities		<u>1,988,302</u>	<u>1,206,355</u>
Creditors: amounts falling due after more than one year	7	(1,245,514)	(613,230)
Provisions for liabilities		(9,306)	(3,798)
Net assets		<u>733,482</u>	<u>589,327</u>
Capital and reserves			
Called up share capital		51,000	51,000
Profit and loss account		682,482	538,327
Shareholders' funds		<u>733,482</u>	<u>589,327</u>

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.



EAR Balding
Director

Approved by the board on 24 October 2018

Cleartone Telecoms Ltd
Notes to the Accounts
for the year ended 31 January 2018

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

The company is exempt from the requirement to prepare group accounts because it is itself a subsidiary undertaking. The financial statements therefore present information about the company as an individual undertaking and not about its group.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold property improvements	over 10 years (initial period of lease)
Motor vehicles	over 4 years
Plant and machinery	over 2 to 7 years
Furniture, fittings, and equipment	over 2 to 10 years

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

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Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

Research and development

Expenditure on research and development is written off in the year it is incurred.

Approval Fees

Approval fees required for distribution licences are written off over four years.

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2 Audit information

The audit report is unqualified.

Senior statutory auditor: DC Cox
Firm: Harwood, Lane & Co
Date of audit report: 24 October 2018

3 Employees

	2018 Number	2017 Number
Average number of persons employed by the company	<u>33</u>	<u>29</u>

4 Tangible fixed assets

	Leasehold property improve. £	Plant and machinery etc £	Furniture, fittings and equipment £	Total £
Cost				
At 1 February 2017	47,704	323,789	16,525	388,018
Additions	-	31,664	-	31,664
Disposals	-	(28,250)	-	(28,250)
At 31 January 2018	<u>47,704</u>	<u>327,203</u>	<u>16,525</u>	<u>391,432</u>
Depreciation				
At 1 February 2017	47,380	260,030	15,673	323,083
Charge for the year	324	22,941	592	23,857
On disposals	-	(28,250)	-	(28,250)
At 31 January 2018	<u>47,704</u>	<u>254,721</u>	<u>16,265</u>	<u>318,690</u>
Net book value				
At 31 January 2018	<u>-</u>	<u>72,482</u>	<u>260</u>	<u>72,742</u>
At 31 January 2017	<u>324</u>	<u>63,759</u>	<u>852</u>	<u>64,935</u>

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5 Debtors	2018	2017
	£	£
Trade debtors	270,428	521,031
Other debtors	42,831	23,467
	<u>313,259</u>	<u>544,498</u>

6 Creditors: amounts falling due within one year	2018	2017
	£	£
Trade creditors	272,122	131,235
Taxation and social security costs	104,235	332,846
Other creditors	764,794	1,088,439
	<u>1,141,151</u>	<u>1,552,520</u>

7 Creditors: amounts falling due after one year	2018	2017
	£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>1,245,514</u>	<u>613,230</u>

8 Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. At the balance sheet date, unpaid contributions of £0 (2017 - £10,317) were due to the fund. They are included in other creditors.

9 Other financial commitments	2018	2017
	£	£
Total future minimum payments under non-cancellable operating leases	<u>168,000</u>	<u>204,000</u>

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10 Related party transactions

During the year the company was charged for management services by Cleartone Group Limited, on normal commercial terms, to the sum of £329,959 (2017 - £605,830). The company also incurred license fees from Cleartone Group Limited and Cleartone Software Limited, on normal commercial terms, to the sums of £259,858 (2017 - £95,959) and £725,510 (2017 - £1,039,166) respectively. At the balance sheet date, the amount outstanding was £1,245,514 (2017 - £613,230) to Cleartone Software Limited.

11 Controlling party

Cleartone Group Limited, which holds 100% of the shares of Cleartone Telecoms Limited, is the company's immediate and ultimate parent undertaking and Mr RC Hill, who holds 49% of the shares of Cleartone Group Limited is the company's ultimate controlling party. Mr RC Hill also controls 100% of the shares of Boxblade Limited, a company which itself holds 21% of the shares of Cleartone Group Limited. Cleartone Group Limited is a company registered in England and Wales.

12 Other information

Cleartone Telecoms Ltd is a private company limited by shares and incorporated in England. Its registered office is:

Unit 15 Pontyfelin Industrial Estate
New Inn
Pontypool
Gwent
NP4 0DQ