

**CLARITY ENGINEERING LTD  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2023**

**Clarity Engineering Ltd**  
**Unaudited Financial Statements**  
**For The Year Ended 31 August 2023**

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**Clarity Engineering Ltd**  
**Balance Sheet**  
**As At 31 August 2023**

Registered number: 12796031

		<b>2023</b>	<b>2022</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>			
Tangible Assets	<b>4</b>	19,087	19,554
		19,087	19,554
<b>CURRENT ASSETS</b>			
Debtors	<b>5</b>	255,942	231,555
Cash at bank and in hand		5,775	2,186
		261,717	233,741
<b>Creditors: Amounts Falling Due Within One Year</b>	<b>6</b>	(205,923 )	(170,675 )
<b>NET CURRENT ASSETS (LIABILITIES)</b>		55,794	63,066
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		74,881	82,620
<b>Creditors: Amounts Falling Due After More Than One Year</b>	<b>7</b>	(9,092 )	(13,133 )
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred Taxation		(3,626 )	(3,460 )
<b>NET ASSETS</b>		62,163	66,027
<b>CAPITAL AND RESERVES</b>			
Called up share capital	<b>9</b>	1	1
Profit and Loss Account		62,162	66,026
<b>SHAREHOLDERS' FUNDS</b>		62,163	66,027

**Clarity Engineering Ltd**  
**Balance Sheet (continued)**  
**As At 31 August 2023**

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For the year ending 31 August 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

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Mr Joshua Holland

Director

19/04/2024

The notes on pages 3 to 6 form part of these financial statements.

**Clarity Engineering Ltd**  
**Notes to the Financial Statements**  
**For The Year Ended 31 August 2023**

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**1. General Information**

Clarity Engineering Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 12796031 . The registered office is Kent House, 41 East Street, Bromley, Kent, BR1 1QQ.

**2. Accounting Policies**

**2.1. Basis of Preparation of Financial Statements**

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

**2.2. 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 is reduced for estimated customer returns, rebates and other similar allowances.

**2.3. Tangible Fixed Assets and Depreciation**

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	15% on reducing balance
Fixtures & Fittings	15% on reducing balance
Computer Equipment	15% on reducing balance

**2.4. Leasing and Hire Purchase Contracts**

Assets obtained under finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

**2.5. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

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.

**Clarity Engineering Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 August 2023**

**2.5. Taxation - continued**

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.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

**3. Average Number of Employees**

Average number of employees, including directors, during the year was: 8 (2022: 5)

**4. Tangible Assets**

	<b>Plant &amp; Machinery</b>	<b>Fixtures &amp; Fittings</b>	<b>Computer Equipment</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
As at 1 September 2022	21,904	1,000	403	23,307
Additions	307	-	2,594	2,901
As at 31 August 2023	<u>22,211</u>	<u>1,000</u>	<u>2,997</u>	<u>26,208</u>
<b>Depreciation</b>				
As at 1 September 2022	3,414	278	61	3,753
Provided during the period	2,819	108	441	3,368
As at 31 August 2023	<u>6,233</u>	<u>386</u>	<u>502</u>	<u>7,121</u>
<b>Net Book Value</b>				
As at 31 August 2023	<u>15,978</u>	<u>614</u>	<u>2,495</u>	<u>19,087</u>
As at 1 September 2022	<u>18,490</u>	<u>722</u>	<u>342</u>	<u>19,554</u>

**5. Debtors**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	18,173	42,641
Prepayments and accrued income	825	1,090
Director's loan account	12,013	-
Amounts owed by other participating interests	224,931	187,824
	<u>255,942</u>	<u>231,555</u>

**Clarity Engineering Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 August 2023**

**6. Creditors: Amounts Falling Due Within One Year**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Net obligations under finance lease and hire purchase contracts	4,041	4,041
Trade creditors	9,326	25,552
Corporation tax	24,496	24,496
Other taxes and social security	47,484	23,243
VAT	79,456	56,964
Other creditors	38,883	3,721
Director's loan account	-	115
Amounts owed to other participating interests	2,237	32,543
	<u>205,923</u>	<u>170,675</u>

**7. Creditors: Amounts Falling Due After More Than One Year**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Net obligations under finance lease and hire purchase contracts	9,092	13,133
	<u>9,092</u>	<u>13,133</u>

**8. Obligations Under Finance Leases and Hire Purchase**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
The future minimum finance lease payments are as follows:		
Not later than one year	4,041	4,041
Later than one year and not later than five years	9,092	13,133
	<u>13,133</u>	<u>17,174</u>
	<u>13,133</u>	<u>17,174</u>

**9. Share Capital**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Allotted, Called up and fully paid	<u>1</u>	<u>1</u>

**10. Directors Advances, Credits and Guarantees**

Included within Debtors are the following loans to directors:

The above loan is unsecured, interest free and repayable on demand.

**Clarity Engineering Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 August 2023**

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**11. Related Party Transactions**

Included in other debtors is an amount of £12,013 (£115 in credit in 2022), owed by the company director Mr J Holland. This loan is interest free and no repayment terms have been agreed.

Included in other creditors is an amount of £2,237 (£0 in 2022), owed to Found All Ltd for which Mr J Holland is a director. No interest is to be charged and no repayment terms have been agreed

Included in other debtors is an amount of £15,218 (£27,712 in 2022), owed from Solve Distribution Ltd for which Mr J Holland is a director. No interest is to be charged and no repayment terms have been agreed.

Included in other debtors is an amount of £173,819 (£160,112 in 2022), owed from Found Hired Ltd for which Mr J Holland is a director. No interest is to be charged and no repayment terms have been agreed.

Included in other debtors is an amount of £35,893 (£0 in 2022), owed from Kudo Space Ltd for which Mr J Holland is a director. No interest is to be charged and no repayment terms have been agreed.



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.