

Bright Cloud Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2019

Bright Cloud Ltd

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Bright Cloud Ltd

Company Information

Director Mr A Morrison

Registered office Ground Floor
6 Queen Street
Leeds
West Yorkshire
LS1 2TW

Bright Cloud Ltd

(Registration number: 07569936)
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>4</u>	94,543	132,596
Tangible assets	<u>5</u>	1,903	1,957
		<u>96,446</u>	<u>134,553</u>
Current assets			
Debtors	<u>6</u>	1,871,623	1,470,351
Cash at bank and in hand		<u>109,536</u>	<u>50,596</u>
		1,981,159	1,520,947
Creditors: Amounts falling due within one year	<u>7</u>	<u>(907,661)</u>	<u>(726,119)</u>
Net current assets		<u>1,073,498</u>	<u>794,828</u>
Total assets less current liabilities		1,169,944	929,381
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(211,436)</u>	<u>(107,679)</u>
Net assets		<u>958,508</u>	<u>821,702</u>
Capital and reserves			
Called up and fully paid share capital		102	102
Profit and loss account		<u>958,406</u>	<u>821,600</u>
Total equity		<u>958,508</u>	<u>821,702</u>

For the financial year ending 31 March 2019 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The notes on pages 4 to 8 form an integral part of these financial statements.

Bright Cloud Ltd

(Registration number: 07569936)
Balance Sheet as at 31 March 2019

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the profit and loss account has been taken.

Approved and authorised by the director on 10 December 2019

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Mr A Morrison

Director

The notes on pages 4 to 8 form an integral part of these financial statements.

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Notes to the Financial Statements for the Year Ended 31 March 2019

1 General information

The Company is a incorporated in England and Wales. Company information details are shown on page 1.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation

These financial statements have been prepared on a going concern basis, using the historical cost convention and in accordance with FRS 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Group accounts not prepared

The company is part of a small group. The company has taken advantage of the exemption provided in Section 398 of the Companies Act 2006 and has not prepared group accounts.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of software and provision of services in the ordinary course of the Company's activities. Turnover is shown net of value added tax, rebates and discounts. Turnover is recognised when the amount of revenue can be reliably measured, and it is probable that future economic benefits will flow to the entity.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Current income tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class

Computer equipment

Depreciation method and rate

33% straight line

Bright Cloud Ltd

Notes to the Financial Statements for the Year Ended 31 March 2019

2 Accounting policies (continued)

Development costs

Development expenditure incurred on an individual project is carried forward when its future recoverability can reasonably be regarded as assured. Any expenditure carried forward is amortised in line with the expected future sales from the related project.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Development costs	20% and 33% straight line

Investments

Investments in subsidiaries are stated at cost less impairment.

Trade debtors

Trade debtors are amounts due from customers for software sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to profit or loss over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments.

Bright Cloud Ltd

Notes to the Financial Statements for the Year Ended 31 March 2019

2 Accounting policies (continued)

Dividends

Dividend distribution to the Company's shareholders is recognised in the financial statements in the reporting period in which the dividends are paid.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the Company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Financial instruments are classified and accounted for as financial assets, financial liabilities or equity instruments, according to the substance of the contractual arrangement. Equity instruments are those that entitle the holder to a residual interest in the Company's assets after deducting all of its liabilities.

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary and preference shares, which are measured at fair value provided that this can be measured reliably. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit or loss.

3 Staff numbers

The average number of persons employed by the company (including the director) in the year, was 12 (2018 - 11).

Bright Cloud Ltd

Notes to the Financial Statements for the Year Ended 31 March 2019

4 Intangible assets

	Development costs £	Total £
Cost		
At 1 April 2018	284,793	284,793
Additions acquired separately	76,092	76,092
At 31 March 2019	360,885	360,885
Amortisation		
At 1 April 2018	152,197	152,197
Amortisation charge	114,145	114,145
At 31 March 2019	266,342	266,342
Carrying amount		
At 31 March 2019	94,543	94,543
At 31 March 2018	132,596	132,596

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost		
At 1 April 2018	2,473	2,473
Additions	843	843
At 31 March 2019	3,316	3,316
Depreciation		
At 1 April 2018	516	516
Charge for the year	897	897
At 31 March 2019	1,413	1,413
Carrying amount		
At 31 March 2019	1,903	1,903
At 31 March 2018	1,957	1,957

Bright Cloud Ltd

Notes to the Financial Statements for the Year Ended 31 March 2019

6 Debtors

	2019 £	2018 £
Trade debtors	744,962	562,835
Amounts owed by group undertakings	1,022,473	789,597
Other debtors	15,000	-
Prepayments	89,188	117,919
	<u>1,871,623</u>	<u>1,470,351</u>

7 Creditors

	2019 £	2018 £
Due within one year		
Loans and borrowings	42,903	65,934
Trade creditors	334,967	183,581
Taxation and social security	240,793	178,535
Other creditors	7,746	3,708
Accruals and deferred income	281,252	294,361
	<u>907,661</u>	<u>726,119</u>
Due after one year		
Loans and borrowings	<u>211,436</u>	<u>107,679</u>

8 Related party transactions

The Company has taken the exemption set out in FRS 102 from disclosing transactions with wholly owned group members.

9 Parent and ultimate parent undertaking

The company's immediate parent is Bright Cloud Group Limited, incorporated in England and Wales.

The ultimate controlling party is Mr A Morrison.

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.