

Cobalt Communication Solutions Limited

Annual Report and Unaudited Financial Statements

Registration number: 07054105
for the Year Ended 31 October 2018

Cobalt Communication Solutions Limited

Contents

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u> to <u>4</u>
Notes to the Financial Statements	<u>5</u> to <u>10</u>

Cobalt Communication Solutions Limited

Company Information

Directors	J Taylor I A Dunstan
Registered office	2a North Street Heavitree EXETER EX1 2RH
Accountants	Bick Accountants Ltd Chartered Accountants 52 Longbrook Street EXETER Devon EX4 6AH

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Cobalt Communication Solutions Limited
for the Year Ended 31 October 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Cobalt Communication Solutions Limited for the year ended 31 October 2018 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Cobalt Communication Solutions Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Cobalt Communication Solutions Limited and state those matters that we have agreed to state to the Board of Directors of Cobalt Communication Solutions Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Cobalt Communication Solutions Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Cobalt Communication Solutions Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Cobalt Communication Solutions Limited. You consider that Cobalt Communication Solutions Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Cobalt Communication Solutions Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Bick Accountants Ltd
Chartered Accountants
52 Longbrook Street
EXETER
Devon
EX4 6AH

25 June 2019

Cobalt Communication Solutions Limited

(Registration number: 07054105) Balance Sheet as at 31 October 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	8,081	7,028
Current assets			
Stocks	<u>5</u>	39,120	44,585
Debtors	<u>6</u>	88,384	68,820
Cash at bank and in hand		<u>23,045</u>	<u>17,210</u>
		150,549	130,615
Creditors: Amounts falling due within one year	<u>7</u>	<u>(159,910)</u>	<u>(135,884)</u>
Net current liabilities		<u>(9,361)</u>	<u>(5,269)</u>
Total assets less current liabilities		(1,280)	1,759
Provisions for liabilities		<u>(1,123)</u>	<u>(832)</u>
Net (liabilities)/assets		<u><u>(2,403)</u></u>	<u><u>927</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>(2,503)</u>	<u>827</u>
Total equity		<u><u>(2,403)</u></u>	<u><u>927</u></u>

For the financial year ending 31 October 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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.

The notes on pages 5 to 10 form an integral part of these financial statements.
Page 3

Cobalt Communication Solutions Limited

(Registration number: 07054105)

Balance Sheet as at 31 October 2018 (continued)

Approved and authorised by the Board on 25 June 2019 and signed on its behalf by:

.....

J Taylor
Director

The notes on pages 5 to 10 form an integral part of these financial statements.

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

2a North Street
Heavitree
EXETER
EX1 2RH

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.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in pound sterling, the functional currency of the company, and are rounded to the nearest pound (£).

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred 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.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018 (continued)

2 Accounting policies (continued)

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Tangible assets

Tangible assets are stated in the statement of financial position 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	Depreciation method and rate
Motor vehicles	20% reducing balance
Fixtures and fittings	20% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018 (continued)

2 Accounting policies (continued)

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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

Ordinary shares are classified as equity. 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. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 6 (2017 - 7).

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018 (continued)

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 November 2017	7,006	6,404	13,410
Additions	3,075	-	3,075
At 31 October 2018	10,081	6,404	16,485
Depreciation			
At 1 November 2017	3,001	3,381	6,382
Charge for the year	1,417	605	2,022
At 31 October 2018	4,418	3,986	8,404
Carrying amount			
At 31 October 2018	5,663	2,418	8,081
At 31 October 2017	4,005	3,023	7,028

5 Stocks

	2018 £	2017 £
Raw materials and consumables	39,120	44,585

6 Debtors

	2018 £	2017 £
Trade debtors	18,411	20,721
Other debtors	69,973	48,099
Total current trade and other debtors	88,384	68,820

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018 (continued)

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Trade creditors		32,560	35,704
Director's loan account		-	8,352
Taxation and social security		8,437	7,836
Other creditors		118,913	83,992
		<u>159,910</u>	<u>135,884</u>

8 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

9 Dividends

Interim dividends paid

	2018 £	2017 £
Interim dividend of £300.00 (2017 - £60.00) per each Ordinary £1 share	30,000	6,000
	<u>30,000</u>	<u>6,000</u>

10 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £3,722 (2017 - £7,782).

Cobalt Communication Solutions Limited

Notes to the Financial Statements for the Year Ended 31 October 2018 (continued)

11 Related party transactions

Transactions with directors

	At 1 November 2017 £	Advances to directors £	Repayments by director £	At 31 October 2018 £
2018				
J Taylor				
Loans are interest free and have no fixed terms of repayment	36,953	9,354	(10,779)	35,528
I A Dunstan				
Loans are interest free and have no fixed terms of repayment	(8,352)	26,882	-	18,530

	At 1 November 2016 £	Advances to directors £	Repayments by director £	At 31 October 2017 £
2017				
J Taylor				
Loans are interest free and have no fixed terms of repayment	27,773	22,031	(12,851)	36,953

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.