

Registered number: 10258564

CLEARLIGHT SAUNAS UK LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022



CLEARLIGHT SAUNAS UK LIMITED
REGISTERED NUMBER: 10258564

BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	1,219	-
		<u>1,219</u>	<u>-</u>
Current assets			
Stocks	5	589,822	626,647
Debtors: amounts due within one year	6	409,713	577,634
Cash at bank and in hand	7	42,452	141,714
		<u>1,041,987</u>	<u>1,345,995</u>
Creditors: amounts due within one year	8	(1,769,561)	(1,551,914)
Net current liabilities		<u>(727,574)</u>	<u>(205,919)</u>
Total assets less current liabilities		<u>(726,355)</u>	<u>(205,919)</u>
Creditors: amounts due after more than one year	9	(24,950)	(34,837)
Net liabilities		<u><u>(751,305)</u></u>	<u><u>(240,756)</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(751,405)	(240,856)
		<u><u>(751,305)</u></u>	<u><u>(240,756)</u></u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The Company has opted not to file the Directors' report or the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 26/03/2024.


J Kettelhodt
 Director

The notes on pages 2 to 7 form part of these financial statements.

CLEARLIGHT SAUNAS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. General information

Clearlight Saunas UK Limited is a private company, limited by shares, registered in England and Wales. The Company's registered office address is 15 Westferry Circus, Canary Wharf, London, E14 4HD.

The principal activity of the Company is the supply of infrared saunas.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The significant 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.

2.2 Going concern

The directors believes that adequate cash resources will be available to cover the Company's requirements for working capital for the next twelve months and for the foreseeable future and to meet its obligations as they fall due. Accordingly, the financial statements have been prepared on the going concern basis.

2.3 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income except when deferred in other Comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Statement of Comprehensive Income within 'other operating income'.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. Accounting policies (continued)

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.5 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.6 Taxation

Tax is recognised in the Statement of Comprehensive Income except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. Accounting policies (continued)

2.7 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	-	33%
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

2.8 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in the Statement of Comprehensive Income.

2.9 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.10 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.11 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.12 Borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

3. Employees

The average monthly number of employees, including directors, during the year was 3 (2021 - 2).

CLEARLIGHT SAUNAS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

4. Tangible fixed assets

	Computer equipment £
Cost	
Additions	1,291
At 31 December 2022	<u>1,291</u>
Depreciation	
Charge for the year on owned assets	72
At 31 December 2022	<u>72</u>
Net book value	
At 31 December 2022	<u><u>1,219</u></u>
At 31 December 2021	<u><u>-</u></u>

5. Stocks

	2022 £	2021 £
Finished goods	589,822	626,647
	<u>589,822</u>	<u>626,647</u>

6. Debtors

	2022 £	2021 £
Trade debtors	88,026	265,987
Amounts owed by group undertakings	321,587	311,547
Other debtors	100	100
	<u>409,713</u>	<u>577,634</u>

Amounts owed by group undertakings are interest free and repayable on demand.

CLEARLIGHT SAUNAS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

7. Cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	42,452	141,714
	<u>42,452</u>	<u>141,714</u>

8. Creditors: Amounts due within one year

	2022 £	2021 £
Bank loans	9,890	9,650
Trade creditors	36,745	84,329
Amounts owed to group undertakings	1,360,706	968,792
Corporation tax	-	20,378
Other taxation and social security	81,577	107,776
Other creditors	45	(1,089)
Accruals and deferred income	280,598	362,078
	<u>1,769,561</u>	<u>1,551,914</u>

Amounts owed to group undertakings are interest free and repayable on demand.

9. Creditors: Amounts due after more than one year

	2022 £	2021 £
Bank loans	24,950	34,837
	<u>24,950</u>	<u>34,837</u>

CLEARLIGHT SAUNAS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

10. Loans

Analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts due within one year		
Bank loans	9,890	9,650
Amounts due 1-2 years		
Bank loans	24,950	34,837
	<u>34,840</u>	<u>44,487</u>

11. Share capital

	2022 £	2021 £
Allotted, called up and fully paid		
100 (2021 - 100) Ordinary Shares of £1.00 each	100	100

12. Related party transactions

During the year the company entered into the following transactions with related parties:
Included in other creditors is a directors loan account of £45 (2021 - £25).

Included in amounts owed by group undertakings is an amount of £321,587 (2021 - £311,547) due from Clearlight Saunas International Limited, a related party by virtue of being the parent company.

Included in amounts owed to group undertakings is an amount of £1,058,241 (2021 - £760,492) due to Clearlight Saunas Europe GmbH, a related party by virtue of being a fellow subsidiary. The amount is repayable on demand and interest free.

Included in amounts owed to group undertakings is an amount of £262,054 (2021 - £182,840) due to Clearlight Saunas Australia Pty Ltd, a related party by virtue of being a fellow subsidiary. The amount is repayable on demand and interest free.

Included in amounts owed to group undertakings is an amount of £40,411 (2021 - £25,460) due to Clearlight Saunas New Zealand Limited, a related party by virtue of being a fellow subsidiary. The amount is repayable on demand and interest free.

13. Controlling party

Clearlight Saunas International Limited is the immediate and ultimate parent undertaking of the Company. It's registered office address is 15 Westferry Circus, Canary Wharf, London, E14 4HD.

Clearlight Saunas International Limited is jointly controlled by Johannes Kettelhodt and Sebastian Mierau.