

Registration number 02147081

**Challenge Fencing Limited**

**Abbreviated accounts**

**for the year ended 30 November 2012**

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COMPANIES HOUSE

# Challenge Fencing Limited

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## Challenge Fencing Limited

### Abbreviated balance sheet as at 30 November 2012

|  | Notes | 2012             |                  | 2011             |                  |
|--|-------|------------------|------------------|------------------|------------------|
|  |       | £                | £                | £                | £                |
| <b>Fixed assets</b>  |       |                  |                  |                  |                  |
| Tangible assets  | 3     |                  | 1,215,643        |                  | 1,211,704        |
| Investments  | 3     |                  | 100              |                  | 100              |
|  |       |                  | <u>1,215,743</u> |                  | <u>1,211,804</u> |
| <b>Current assets</b>  |       |                  |                  |                  |                  |
| Stocks   |       | 613,866          |                  | 601,891          |                  |
| Debtors  | 4     | 389,151          |                  | 291,732          |                  |
| Cash at bank and in hand                                       |       | 20,680           |                  | 135,466          |                  |
|  |       | <u>1,023,697</u> |                  | <u>1,029,089</u> |                  |
| <b>Creditors: amounts falling due within one year</b>          |       | <u>(631,038)</u> |                  | <u>(639,831)</u> |                  |
| <b>Net current assets</b>                                      |       |                  | <u>392,659</u>   |                  | <u>389,258</u>   |
| <b>Total assets less current liabilities</b>                   |       |                  | 1,608,402        |                  | 1,601,062        |
| <b>Creditors: amounts falling due after more than one year</b> | 5     |                  | (416,870)        |                  | (503,520)        |
| <b>Provisions for liabilities</b>                              |       |                  | <u>(23,353)</u>  |                  | <u>(22,220)</u>  |
| <b>Net assets</b>  |       |                  | <u>1,168,179</u> |                  | <u>1,075,322</u> |
| <b>Capital and reserves</b>                                    |       |                  |                  |                  |                  |
| Called up share capital  | 6     |                  | 100              |                  | 100              |
| Profit and loss account  |       |                  | <u>1,168,079</u> |                  | <u>1,075,222</u> |
| <b>Shareholders' funds</b>                                     |       |                  | <u>1,168,179</u> |                  | <u>1,075,322</u> |

The directors' statements required by Sections 475(2) and (3) are shown on the following page which forms part of this Balance Sheet

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

**Challenge Fencing Limited**

**Abbreviated balance sheet (continued)**

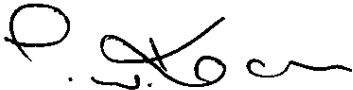
**Directors' statements required by Sections 475(2) and (3)  
for the year ended 30 November 2012**

In approving these abbreviated accounts as directors of the company we hereby confirm

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 477 of the Companies Act 2006 ,
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 476 requesting that an audit be conducted for the year ended 30 November 2012 , and
- (c) that we acknowledge our responsibilities for
  - (1) ensuring that the company keeps accounting records which comply with Section 386 , and
  - (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 393 and which otherwise comply with the provisions of the Companies Act 2006 relating to financial statements, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

The abbreviated accounts were approved by the Board on 22 July 2013 and signed on its behalf by



**Mr P Keane**  
**Director**

**Registration number 02147081**

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

## Challenge Fencing Limited

### Notes to the abbreviated financial statements for the year ended 30 November 2012

#### 1. Accounting policies

##### 1.1 Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

##### 1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year

##### 1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

|                                     |   |  |
|-------------------------------------|---|--|
| Land and buildings                  | - | See note below                           |
| Leasehold properties                | - | Straight line over the life of the lease |
| Plant and machinery                 | - | 20% Reducing balance                     |
| Fixtures, fittings<br>and equipment | - | 33% Reducing balance                     |
| Motor vehicles                      | - | 25% Reducing balance                     |

The freehold properties at Maidstone and Ripley have not been depreciated as the directors believe that any future residual value will be equal at least to cost

##### 1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

##### 1.5. Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value

##### 1.6. Stock

Stock is valued at the lower of cost and net realisable value

##### 1.7. Pensions

The company operates a money purchase pension scheme for its employees. If the employee makes contributions then the company will also make contributions. The pension costs shown in the accounts are those due for the year

## Challenge Fencing Limited

### Notes to the abbreviated financial statements for the year ended 30 November 2012

continued

#### 1 8 Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold,

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable,

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

#### 1.9. Group accounts

The company is entitled to the exemption under Section 398 of the Companies Act 2006 from the obligation to prepare group accounts

#### 2. Prior year adjustments

The company acquired an investment in Titan Garden Buildings Limited in 2010 and this had been shown as goodwill in the accounts and amortised. The value in Titan Garden Buildings Limited is £100 as all assets and liabilities have been transferred to Challenge Fencing Limited. Titan is currently a dormant company. The value shown in Titan Garden Buildings Limited of £299,910 has now been written off as a prior year adjustment

## Challenge Fencing Limited

### Notes to the abbreviated financial statements for the year ended 30 November 2012

continued

| 3. Fixed assets   | Intangible<br>assets<br>£ | Tangible<br>fixed<br>assets<br>£ | Investments<br>£ | Total<br>£       |
|---|---------------------------|----------------------------------|------------------|------------------|
| <b>Cost</b>   |                           |                                  |                  |                  |
| At 1 December 2011  | 79,275                    | 1,972,441                        | 375,000          | 2,426,716        |
| Additions   | -                         | 115,139                          | -                | 115,139          |
| Disposals   | -                         | (12,283)                         | -                | (12,283)         |
| At 30 November 2012   | 79,275                    | 2,075,297                        | 375,000          | 2,529,572        |
| <b>Depreciation and<br/>Provision for<br/>diminution in value</b> |                           |                                  |                  |                  |
| At 1 December 2011  | 79,275                    | 760,737                          | 374,900          | 1,214,912        |
| On disposals  | -                         | (7,193)                          | -                | (7,193)          |
| Charge for year   | -                         | 106,110                          | -                | 106,110          |
| At 30 November 2012   | 79,275                    | 859,654                          | 374,900          | 1,313,829        |
| <b>Net book values</b>  |                           |                                  |                  |                  |
| At 30 November 2012   | -                         | 1,215,643                        | 100              | 1,215,743        |
| At 30 November 2011   | -                         | 1,211,704                        | 100              | 1,211,804        |
| <br>  |                           |                                  |                  |                  |
| 3.1. Investment details   |                           |                                  | <b>2012</b><br>£ | <b>2011</b><br>£ |
| Subsidiary undertaking  |                           |                                  | 100              | 100              |

#### 4. Debtors

Debtors include an amount of £17,743 (2011 - £-) which is due after more than one year

## Challenge Fencing Limited

### Notes to the abbreviated financial statements for the year ended 30 November 2012

continued

|           |  |                |                |
|-----------|--|----------------|----------------|
| <b>5.</b> | <b>Creditors: amounts falling due after more than one year</b> | <b>2012</b>    | <b>2011</b>    |
|           |  | <b>£</b>       | <b>£</b>       |
|           | Creditors include the following                                |                |                |
|           | Instalments repayable after more than five years               | 68,751         | 221,500        |
|           | Secured creditors  | <u>588,499</u> | <u>587,580</u> |

The National Westminster Bank has a legal charge over the property 215-223, Sutton Road, Maidstone The charge is dated 13 November 2007

The National Westminster Bank has a legal charge over the property, The Shed Factory, Portsmouth Road, Ripley, Surrey The charge is dated 9 August 2010

|           |   |             |             |
|-----------|---|-------------|-------------|
| <b>6.</b> | <b>Share capital</b>                      | <b>2012</b> | <b>2011</b> |
|           |   | <b>£</b>    | <b>£</b>    |
|           | <b>Allotted, called up and fully paid</b> |             |             |
|           | 100 Ordinary shares of £1 each            | <u>100</u>  | <u>100</u>  |
|           | <b>Equity Shares</b>                      |             |             |
|           | 100 Ordinary shares of £1 each            | <u>100</u>  | <u>100</u>  |

**7. Transactions with directors**

**Advances to directors**

The following directors had interest free loans during the year The movements on these loans are as follows

|                      | Amount owing   |          | Maximum<br>in year |
|----------------------|----------------|----------|--------------------|
|                      | 2012           | 2011     |                    |
|                      | £              | £        | £                  |
| Mr A D Stewart-Clark | <u>145,972</u> | <u>-</u> | <u>145,972</u>     |