

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
CHALLENGE SUBCO 1 LIMITED
PREVIOUSLY KNOWN AS
CHALLENGE LOGISTICS LIMITED**

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FOR THE YEAR ENDED 31 MARCH 2022**

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**CHALLENGE SUBCO 1 LIMITED (REGISTERED NUMBER: 03846205)
PREVIOUSLY KNOWN AS CHALLENGE LOGISTICS LIMITED**

**BALANCE SHEET
31 MARCH 2022**

	Notes	31.3.22 £	31.3.21 £
CURRENT ASSETS			
Debtors	4	445,129	446,063
Cash at bank		<u>927</u>	<u>894</u>
		446,056	446,957
CREDITORS			
Amounts falling due within one year	5	<u>428,603</u>	<u>429,724</u>
NET CURRENT ASSETS		<u>17,453</u>	<u>17,233</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>17,453</u>	<u>17,233</u>
CAPITAL AND RESERVES			
Called up share capital		1,001	1,001
Retained earnings		<u>16,452</u>	<u>16,232</u>
		<u>17,453</u>	<u>17,233</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 22 March 2023 and were signed on its behalf by:

Mr T E Cropper - Director

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

1. STATUTORY INFORMATION

Challenge Subco 1 Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 03846205

Registered office: 1 Smithy Court
Smithy Brook Road
Wigan
Lancashire
WN3 6PS

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Going concern

The company has not traded in the year. As such, the financial statements have been prepared on a basis other than a going concern

Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand and deposits held at call with banks.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2021 - NIL).

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Amounts owed by group undertakings	<u>445,129</u>	<u>446,063</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Amounts owed to group undertakings	<u>428,603</u>	<u>429,724</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued

HSBC Invoice Finance (UK) Ltd has fixed and floating charges over the assets and undertakings of the company, dated 1 October 2013.

There is a debenture in favour of HSBC Bank plc dated 25 February 2013.

HSBC Bank plc also has fixed and floating charges over the assets and undertakings of the company dated 14 September 2016 and 1 October 2013.

HSBC Bank plc also has a multilateral guarantee across all group companies.

Praetura Debt Limited has fixed and floating charges and a negative pledge over the assets of the Challenge Group Holdings Limited and its subsidiary undertakings, dated 29 April 2019.

There is a negative pledge in favour of HSBC Bank plc dated 22 October 2013.

6. CONTROLLING PARTY

The Recruitment Shed Limited is the immediate parent company. Challenge Group Holdings Limited is the ultimate controlling party of the company

Challenge Group Holdings Limited is the largest and smallest group in which Challenge Logistics Limited is a member and for which consolidated financial statements are prepared and publicly available.

A copy of the group financial statements can be obtained from Challenge Group Holdings Limited, 1 Smithy Court, Smithy Brook Road, Wigan, WN3 6PS