

REGISTERED NUMBER: 02263878 (England and Wales)

CHARWOOD FENCING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2018

Essex Abel Ltd
4 Bank Court
Weldon Road
Loughborough
Leicestershire
LE11 5RF

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FOR THE YEAR ENDED 30 NOVEMBER 2018

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CHARNWOOD FENCING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 NOVEMBER 2018

DIRECTORS: S Murphy
Mrs M G Murphy
D C Lallo
B Murphy

SECRETARY: Mrs M G Murphy

REGISTERED OFFICE: Beveridge Lane
Bardon Hill
Coalville
Leicestershire
LE67 1TB

REGISTERED NUMBER: 02263878 (England and Wales)

ACCOUNTANTS: Essex Abel Ltd
4 Bank Court
Weldon Road
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INCOME STATEMENT
FOR THE YEAR ENDED 30 NOVEMBER 2018

	Notes	2018 £	2017 £
TURNOVER		4,548,343	4,476,426
Cost of sales		<u>3,186,967</u>	<u>3,062,797</u>
GROSS PROFIT		1,361,376	1,413,629
Administrative expenses		<u>890,566</u>	<u>902,117</u>
		470,810	511,512
Other operating income		<u>51,000</u>	<u>35,601</u>
OPERATING PROFIT	4	521,810	547,113
Interest receivable and similar income		<u>42</u>	<u>38</u>
		521,852	547,151
Interest payable and similar expenses		<u>7,753</u>	<u>5,754</u>
PROFIT BEFORE TAXATION		514,099	541,397
Tax on profit		<u>98,491</u>	<u>102,768</u>
PROFIT FOR THE FINANCIAL YEAR		<u>415,608</u>	<u>438,629</u>

BALANCE SHEET
30 NOVEMBER
2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	5		375,436		323,916
CURRENT ASSETS					
Stocks		68,176		85,063	
Debtors	6	1,632,332		1,405,820	
Cash at bank and in hand		<u>88</u>		<u>91,022</u>	
		1,700,596		1,581,905	
CREDITORS					
Amounts falling due within one year	7	<u>1,233,729</u>		<u>1,064,922</u>	
NET CURRENT ASSETS			<u>466,867</u>		<u>516,983</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			842,303		840,899
CREDITORS					
Amounts falling due after more than one year	8		(128,573)		(88,999)
PROVISIONS FOR LIABILITIES			<u>(35,163)</u>		<u>(35,311)</u>
NET ASSETS			<u><u>678,567</u></u>		<u><u>716,589</u></u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>678,467</u>		<u>716,489</u>
SHAREHOLDERS' FUNDS			<u><u>678,567</u></u>		<u><u>716,589</u></u>

The notes on pages 5 to 9 form part of these financial statements

BALANCE SHEET -
continued
30 NOVEMBER
2018

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2018 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 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.
- (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 of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved and authorised for issue by the Board of Directors on 29 April 2019 and were signed on its behalf by:

S Murphy - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2018

1. STATUTORY INFORMATION

Charnwood Fencing Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 25% on cost and 10% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on cost and 25% on reducing balance

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable and loans to/from related parties.

Debt instruments, like loans and other accounts receivable and payable, are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received.

However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially and subsequently, at the present value of the future payment discounted at a market rate of interest for a similar debt instrument.

Trade and other debtors

Trade and other debtors are initially recognised at the transaction price and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the debtors are stated at cost less impairment losses for bad and doubtful debts.

A provision for 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 debtors. The amount of the provision is determined as the difference between the asset's carrying amount and the present value of estimated future cash flows, and is recognised in the profit & loss in operating expenses.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at

cost.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2018

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Revenue recognition

Revenue is recognised when the reward can be reliably calculated based upon the completion of the service.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 43 (2017 - 42) .

4. OPERATING PROFIT

The operating profit is stated after charging:

2018	2017
£	£

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2018**

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 December 2017	46,511	34,897	463,318	7,686	552,412
Additions	17,777	560	115,481	5,337	139,155
Disposals	-	-	(54,063)	-	(54,063)
At 30 November 2018	<u>64,288</u>	<u>35,457</u>	<u>524,736</u>	<u>13,023</u>	<u>637,504</u>
DEPRECIATION					
At 1 December 2017	18,617	27,080	177,799	5,000	228,496
Charge for year	5,021	2,296	61,394	1,769	70,480
Eliminated on disposal	-	-	(36,908)	-	(36,908)
At 30 November 2018	<u>23,638</u>	<u>29,376</u>	<u>202,285</u>	<u>6,769</u>	<u>262,068</u>
NET BOOK VALUE					
At 30 November 2018	<u>40,650</u>	<u>6,081</u>	<u>322,451</u>	<u>6,254</u>	<u>375,436</u>
At 30 November 2017	<u>27,894</u>	<u>7,817</u>	<u>285,519</u>	<u>2,686</u>	<u>323,916</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 December 2017	321,895
Additions	115,481
Transfer to ownership	(23,395)
At 30 November 2018	<u>413,981</u>
DEPRECIATION	
At 1 December 2017	78,899
Charge for year	52,588
Transfer to ownership	(13,525)
At 30 November 2018	<u>117,962</u>
NET BOOK VALUE	
At 30 November 2018	<u>296,019</u>
At 30 November 2017	<u>242,996</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2018**

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade debtors	1,425,674	1,258,118
Other debtors	206,658	147,702
	<u>1,632,332</u>	<u>1,405,820</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Bank loans and overdrafts	186,993	173,780
Hire purchase contracts	82,473	51,138
Trade creditors	635,219	551,988
Taxation and social security	258,827	258,195
Other creditors	70,217	29,821
	<u>1,233,729</u>	<u>1,064,922</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Hire purchase contracts	<u>128,573</u>	<u>88,999</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	186,993	173,780
Hire purchase contracts	<u>211,046</u>	<u>140,137</u>
	<u>398,039</u>	<u>313,917</u>

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 30 November 2018 and 30 November 2017:

	2018	2017
	£	£
Mrs M G Murphy and S Murphy		
Balance outstanding at start of year	102,956	(849)
Amounts advanced	163,874	103,805
Amounts repaid	(105,000)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>161,830</u>	<u>102,956</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2018

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued

D C Lallo

Balance outstanding at start of year	2,019	614
Amounts advanced	-	2,055
Amounts repaid	(2,019)	(650)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>2,019</u>

B Murphy

Balance outstanding at start of year	(7,062)	(7,554)
Amounts advanced	7,115	492
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>53</u>	<u>(7,062)</u>

The directors' loan accounts were repaid within 9 months.

11. RELATED PARTY DISCLOSURES

The company currently occupies premises, for an annual rent of £33,750, owned by the directors executive pension scheme (The Murphy Pension Scheme).

12. CONTROLLING ENTITY

The company is not under the control of any one party.

CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
CHARWOOD FENCING LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Charnwood Fencing Limited for the year ended 30 November 2018 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

This report is made solely to the Board of Directors of Charnwood Fencing Limited, as a body, in accordance with the terms of our engagement letter dated 15 October 2008. Our work has been undertaken solely to prepare for your approval the financial statements of Charnwood Fencing Limited and state those matters that we have agreed to state to the Board of Directors of Charnwood Fencing Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Charnwood Fencing Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Charnwood Fencing Limited. You consider that Charnwood Fencing 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 financial statements of Charnwood Fencing 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 financial statements.

Essex Abel Ltd
4 Bank Court
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29 April 2019