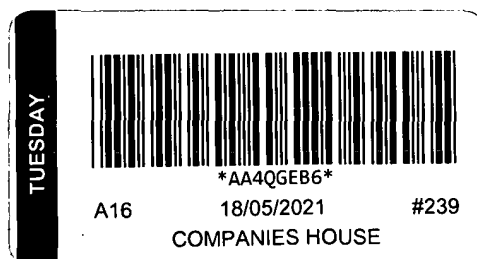


# TIG Limited

Registered number: 04308824

## Annual report and financial statements

For the year ended 31 March 2020



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**TIG LIMITED**

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**COMPANY INFORMATION**

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**Directors**

R Bradley  
G Georgiou  
D J Lekerman  
R W Smith

**Registered number**

04308824

**Registered office**

Waverley House  
4th Floor  
7-12 Noel Street  
London  
Westminster  
W1F 8GQ

**Independent auditor**

Mazars LLP  
Chartered Accountants & Statutory Auditor  
Tower Bridge House  
St Katharine's Way  
London  
E1W 1DD

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**TIG LIMITED**

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## TIG LIMITED

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### DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2020

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The directors present their report and the audited financial statements for the year ended 31 March 2020.

#### Principal activity

The principal activity of the company continued to be that of provision of IT consultancy services.

#### Results and dividends

The loss for the year, after taxation, amounted to £270,055 (2019: loss of £319,476).

The directors do not recommend the payment of a dividend for the year (2019: £nil).

#### Directors

The directors who served during the year and up to the date of this report were:

G Georgiou  
D J Lekerman  
R W Smith  
S Flouri (resigned 28 February 2020)  
C P L Winning (appointed 1 March 2020, resigned 12 February 2021)  
R Bradley (appointed 15 February 2021)

#### Directors' responsibilities statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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## TIG LIMITED

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### DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

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#### The withdrawal of the United Kingdom from the European Union

New trading arrangements between the United Kingdom and the European Union took effect on 31 December 2020. In general, tariffs and quotas on trade have not been introduced, although administrative complications and regulatory restrictions have reduced the freedom of cross-border trade. The company is carefully monitoring the practical application of the new trading arrangements by regulatory authorities, to better understand what the eventual impact on its business will be. The process of determining these effects is ongoing, and has also been delayed by the suspension of certain sectors of economic activity in response to the COVID-19 pandemic.

#### Economic impact of the COVID-19 pandemic

The COVID-19 pandemic continues to affect the UK and global economies adversely. At the time of signing this report there are indications from the government that social restrictions which have suppressed economic activity during 2020 and 2021 are likely to be lifted in the foreseeable future. If this does happen the directors expect to see the UK and global economies return to growth in due course, but it is not possible to predict how quickly and to what degree this may happen. The priorities of the directors remain to comply with all regulatory requirements to the fullest extent possible, and to maintain the safety and well-being of the company's personnel.

#### Going concern

The company's balance sheet shows net current liabilities of £595,920 (2019: £458,175). The directors are however satisfied that the company is able to continue to operate on a going concern basis for at least the next 12 months, as

- cash flow forecasts for the company and the group, that the company forms part of, show that the company will be able to meet its financial obligations as they fall due.
- the group, which the company forms part of, has raised substantial funds post balance sheet in order to pursue a number of potential acquisition in the course of the next 12 months, as well as increasing working capital for the company.
- the company has adequate financing facilities provided by its banker.

Based on the foregoing, the directors consider it appropriate to prepare the financial statements on a going concern.

#### Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

#### Post balance sheet events

In March 2021 the group, including TIG Limited, went through a restructuring, which resulted in a change of ultimate controlling party from TIGL Holdings Limited, to Challenger 55 Limited.

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**TIG LIMITED**

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**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2020**

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**Auditor**

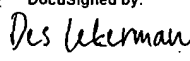
During the year, Mazars LLP were appointed as the auditor.

The auditor, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

**Small companies note**

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf by:

DocuSigned by:  
  
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**D J Lekerman**  
Director

Date: 14 May 2021

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## TIG LIMITED

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### INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIG LIMITED

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#### Opinion

We have audited the financial statements of TIG Limited (the 'company') for the year ended 31 March 2020 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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**TIG LIMITED**

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIG LIMITED**

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**Other information**

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report have been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

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**TIG LIMITED**

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TIG LIMITED**

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**Responsibilities of Directors**

As explained more fully in the directors' responsibilities statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**Use of the audit report**

This report is made solely to the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.



Yuvan Deena (Senior statutory auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor  
Tower Bridge House  
St Katharine's Way  
London  
E1W 1DD

14 May 2021

## TIG LIMITED

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2020

	Note	2020 £	As restated 2019 £
Turnover		6,570,790	6,298,271
Cost of sales		(4,909,764)	(4,291,847)
<b>Gross profit</b>		<b>1,661,026</b>	<b>2,006,424</b>
Administrative expenses		(1,549,570)	(1,972,119)
Depreciation	5	(263,767)	(273,382)
Amortisation	4	(137,409)	(113,205)
<b>Operating loss</b>		<b>(289,720)</b>	<b>(352,282)</b>
Interest payable and similar expenses		(15,585)	(22,815)
<b>Loss before tax</b>		<b>(305,305)</b>	<b>(375,097)</b>
Tax on loss		35,250	55,621
<b>Loss for the financial year</b>		<b>(270,055)</b>	<b>(319,476)</b>
Other comprehensive income		-	-
<b>Total comprehensive expense for the year</b>		<b>(270,055)</b>	<b>(319,476)</b>

The Statement of Comprehensive Income has been prepared on the basis that all operations are continuing operations.

The notes on pages 10 to 20 form part of these financial statements.

**TIG LIMITED**  
**REGISTERED NUMBER: 04308824**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible ssets	4	240,568	228,424
Tangible fixed assets	5	265,463	504,191
		<u>506,031</u>	<u>732,615</u>
<b>Current assets</b>			
Stocks			12,435
Debtors: amounts falling due within one year	6	1,874,018	1,305,904
Cash at bank and in hand		184,134	2
		<u>2,058,152</u>	<u>1,318,341</u>
Creditors: amounts falling due within one year	7	(2,654,072)	(1,776,516)
<b>Net current liabilities</b>		<u>(595,920)</u>	<u>(458,175)</u>
<b>Total assets less current liabilities</b>		<u>(89,889)</u>	<u>274,440</u>
Creditors: amounts falling due after more than one year	8	(40,039)	(134,313)
<b>Net (liabilities)/assets</b>		<u><u>(129,928)</u></u>	<u><u>140,127</u></u>
<b>Capital and reserves</b>			
Called up share capital	11	400	400
Share premium account		99,980	99,980
Profit and loss account		(230,308)	39,747
<b>Total equity</b>		<u><u>(129,928)</u></u>	<u><u>140,127</u></u>

The financial statements have been prepared 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 financial statements were approved and authorised for issue by the board and were signed on its behalf by:

DocuSigned by:

*D J Lekerman*

F8ADC691ED28449...

**D J Lekerman**  
 Director

Date: 14 May 2021

The notes on pages 10 to 20 form part of these financial statements.

**TIG LIMITED****STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2020**

	Called up share capital £	Share premium account £	Profit and loss account £	Total equity £
<b>At 1 April 2018</b>	400	99,980	359,223	459,603
<b>Comprehensive expense for the year</b>				
Loss for the year	-	-	(319,476)	(319,476)
<b>Other comprehensive income for the year</b>	-	-	-	-
<b>Total comprehensive expense for the year</b>	-	-	(319,476)	(319,476)
<b>At 1 April 2019</b>	400	99,980	39,747	140,127
<b>Comprehensive expense for the year</b>				
Loss for the year	-	-	(270,055)	(270,055)
<b>Other comprehensive income for the year</b>	-	-	-	-
<b>Total comprehensive expense for the year</b>	-	-	(270,055)	(270,055)
<b>At 31 March 2020</b>	400	99,980	(230,308)	(129,928)

The notes on pages 10 to 20 form part of these financial statements.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**1. General information**

TIG Limited is a private company limited by shares, incorporated and registered in England and Wales. The address of the registered office of the company is Waverley House 4th Floor, 7-12 Noel Street, London, Westminster, England, W1F 8GQ.

The principal activity of the company during the year continued to be that of provision of IT consultancy services.

**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 financial statements have been presented in Pounds Sterling and are rounded to the nearest pound as this is the currency of the primary economic environment in which the company operates.

The following principal accounting policies have been applied:

**2.2 Prior year adjustment**

There has been a change to the prior year unaudited statements whereby administrative expenses of £1,525,884 has been reclassified to Cost of Sales, in relation to payroll costs which the directors deem to be directly related to providing services to clients and hence a cost of sale classification deemed to be more appropriate.

**2.3 Going concern**

The company's balance sheet shows net current liabilities of £595,920 (2019: £458,175). The directors are however satisfied that the company is able to continue to operate on a going concern basis for at least the next 12 months, as

- cash flow forecasts for the company and the group, that the company forms part of, show that the company will be able to meet its financial obligations as they fall due.
- the group, which the company forms part of, has raised substantial funds post balance sheet in order to pursue a number of potential acquisition in the course of the next 12 months, as well as increasing working capital for the company.
- the company has adequate financing facilities provided by its banker.

Based on the foregoing, the directors consider it appropriate to prepare the financial statements on a going concern.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**2. Accounting policies (continued)**

**2.4 Turnover**

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

Consultancy income is recognised in the period the work is performed.

Income in respect of hardware and software resale is recognised on the date of delivery.

Annual contract income is recognised on a straight line basis, over the term of the contract, except for new IT support contracts when further income is recognised to reflect the additional work required at inception.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

**2.5 Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

**2.6 Research and development expenditure**

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised to the extent that the technical, commercial and financial feasibility can be demonstrated.

**2.7 Interest payable and similar expenses**

Finance costs are charged to profit or loss 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.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**2. Accounting policies (continued)****2.8 Pensions****Defined contribution pension plan**

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

**2.9 Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

**2.10 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss 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 reporting date in the countries where the company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**2. Accounting policies (continued)****2.11 Intangible assets**

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives range as follows:

Development expenditure	-	25% straight line
Website	-	25% straight line

**2.12 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.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

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:

Land and buildings Leasehold	-	Over term of lease to break date of 5 years
Motor vehicles	-	25% straight line
Computer equipment	-	25% to 33.33% straight line

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 profit or loss.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**2. Accounting policies (continued)****2.13 Impairment of fixed assets**

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

**2.14 Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting 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 profit or loss.

**2.15 Debtors: amounts falling due within one year**

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.

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**TIG LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

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**2. Accounting policies (continued)****2.16 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. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.17 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.

**2.18 Financial instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

**Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

**TIG LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020****2. Accounting policies (continued)****2.19 Equity instruments**

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

**3. Employees**

The average monthly number of employees, including directors, during the year was 30 (2019: 41).

**4. Intangible assets**

	Development expenditure £	Website £	Total £
<b>Cost</b>			
At 1 April 2019	1,070,172	-	1,070,172
Additions	97,442	52,110	149,552
At 31 March 2020	<u>1,167,614</u>	<u>52,110</u>	<u>1,219,724</u>
<b>Amortisation</b>			
At 1 April 2019	841,748	-	841,748
Charge for the year	130,778	6,630	137,408
At 31 March 2020	<u>972,526</u>	<u>6,630</u>	<u>979,156</u>
<b>Net book value</b>			
At 31 March 2020	<u>195,088</u>	<u>45,480</u>	<u>240,568</u>
At 31 March 2019	<u>228,424</u>	<u>-</u>	<u>228,424</u>

**TIG LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020****5. Tangible fixed assets**

	Land and buildings Leasehold £	Motor vehicles £	Computer equipment £	Total £
<b>Cost</b>				
At 1 April 2019	314,782	154,352	883,212	1,352,346
Additions	-	-	25,039	25,039
At 31 March 2020	<u>314,782</u>	<u>154,352</u>	<u>908,251</u>	<u>1,377,385</u>
<b>Depreciation</b>				
At 1 April 2019	193,007	26,340	628,808	848,155
Charge for the year	85,958	19,766	158,043	263,767
At 31 March 2020	<u>278,965</u>	<u>46,106</u>	<u>786,851</u>	<u>1,111,922</u>
<b>Net book value</b>				
At 31 March 2020	<u>35,817</u>	<u>108,246</u>	<u>121,400</u>	<u>265,463</u>
At 31 March 2019	<u>121,775</u>	<u>128,012</u>	<u>254,404</u>	<u>504,191</u>

The net book value of land and buildings may be further analysed as follows:

	2020 £	2019 £
Long leasehold	<u>35,817</u>	121,775
	<u>35,817</u>	<u>121,775</u>

**Finance leases**

The net book value of other tangible fixed assets includes £163,373 (2019: £444,543) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £127,066 (2019: £125,693) for the year.

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**TIG LIMITED**


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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**


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**6. Debtors**

	2020 £	2019 £
Trade debtors	1,288,217	621,304
Amounts owed by group undertakings	33,887	100,030
Other debtors	92,803	4,613
Prepayments and accrued income	383,957	515,971
Corporation tax recoverable	-	25,711
Deferred tax asset (note 10)	75,154	38,275
	<u>1,874,018</u>	<u>1,305,904</u>

Trade debtors are stated after provisions of £166,860 (2019: £96,905).

Amounts owed by group undertakings includes loans which are unsecured, interest-free and have no fixed repayment date.

**7. Creditors: Amounts falling due within one year**

	2020 £	2019 £
Bank overdrafts	-	98,335
Trade creditors	875,763	715,301
Amounts owed to group undertakings	549,229	-
Other taxation and social security	354,512	262,532
Obligations under finance lease and hire purchase contracts	54,320	93,761
Other creditors	10,210	-
Accruals and deferred income	810,038	606,587
	<u>2,654,072</u>	<u>1,776,516</u>

Santander UK plc holds the following charges over the company:

Debenture comprising fixed and floating charges over all the assets and undertaking of the company including all present and future goodwill, book and other debts, freehold and leasehold property, fixtures and fittings, plant and machinery and uncalled capital. This charge has been satisfied in full on 10 March 2020.

Santander UK plc also holds a fixed and floating charge covering all the property or undertaking of the company. The charge also contains a negative pledge.

Amounts owed to group undertakings includes loans which are unsecured, interest-free and have no fixed repayment date.

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**TIG LIMITED**


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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**


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**8. Creditors: Amounts falling due after more than one year**

	2020 £	2019 £
Net obligations under finance leases and hire purchase contracts	40,039	134,313
	<u>40,039</u>	<u>134,313</u>

**9. Hire purchase and finance leases**

Minimum lease payments under hire purchase fall due as follows:

	2020 £	2019 £
Within one year	54,320	93,761
Between 1-5 years	40,039	134,313
	<u>94,359</u>	<u>228,074</u>

**10. Deferred taxation**

	2020 £	2019 £
At beginning of year	38,275	8,365
Charged to profit or loss	36,879	29,910
<b>At end of year</b>	<u>75,154</u>	<u>38,275</u>

The deferred tax asset is made up as follows:

	2020 £	2019 £
Accelerated capital allowances	(8,322)	(29,597)
Tax losses carried forward	83,476	67,872
	<u>75,154</u>	<u>38,275</u>

**TIG LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020****11. Called up share capital**

	2020 £	2019 £
<b>Allotted, called up and fully paid</b>		
400 (2019: 400) Ordinary shares of £1.00 each	<b>400</b>	<b>400</b>

The ordinary shares entitle each holder to one voting right and no right to fixed income.

**12. Commitments under operating leases**

At 31 March 2020 the company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2020 £	2019 £
Not later than 1 year	<b>167,796</b>	225,026
Later than 1 year and not later than 5 years	<b>5,565</b>	173,361
	<b>173,361</b>	398,387

**13. Related party transactions**

The company is a wholly owned member of TIGL Holdings Limited and as such has taken advantage of the exemption permitted by section 33 Related party disclosure, not to provide disclosures of transactions entered into with other wholly owned members of the group.

**14. Post balance sheet events**

In March 2021 the group, including TIG Limited, went through a restructuring, which resulted in a change of ultimate controlling party from TIGL Holdings Limited, to Challenger 55 Limited.

**15. Controlling party**

The immediate parent company and ultimate parent company was TIGL Holdings Limited as at 31 March 2020. The ultimate controlling party is now Challenger 55 Limited following the group restructuring disclosed in note 14.

The TIGL Holdings Limited group is both the smallest and the largest group into which the company's financial statements are consolidated. Copies of the group financial statements for the ultimate parent undertaking may be obtained from Waverley House 4th Floor, 7-12 Noel Street, London, Westminster, England, W1F 8GQ.