

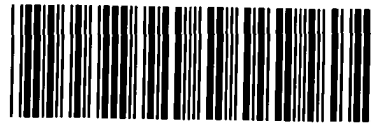
**REGISTRAR OF  
COMPANIES**

**Fence Stores Limited**

**Annual Report and Financial Statements  
Year Ended 31 October 2017**

**Registration number: 3162473**

SATURDAY



\*A7A604ZL\*

A13

14/07/2018

#41

COMPANIES HOUSE

# Fence Stores Limited

## Contents

Company Information	1
Strategic Report	2 to 3
Directors' Report	4
Statement of Directors' Responsibilities	5
Independent Auditor's Report	6 to 8
Statement of Income and Retained Earnings	9
Balance Sheet	10
Statement of Cash Flows	11
Notes to the Financial Statements	12 to 22

# Fence Stores Limited

## Company Information

**Directors** Mr M H Thompson  
Mr M G Rossiter  
Mr S Toomer  
Mr S Randall

**Company secretary** Mr S Randall

**Registered office** Towngate House  
2-8 Parkstone Road  
Poole  
Dorset  
BH15 2PW

**Auditors** PKF Francis Clark  
Statutory Auditor  
Towngate House  
2-8 Parkstone Road  
Poole  
Dorset  
BH15 2PW

# Fence Stores Limited

## Strategic Report

Year Ended 31 October 2017

The directors present their strategic report for the year ended 31 October 2017.

### Principal activity

The principal activity of the company is manufacturing of garden fencing and furniture.

### Fair review of the business

During the year, the company has suffered a slight reduction in sales coupled with a slight increase in labour costs.

A decision was taken to maintain current staffing levels during the Winter of 2016/2017 and to keep on producing fencing panels, ready for the spring of 2017, but because of unfavourable Winter trading weather conditions such as a lack of wind and an absence of sunny days during the early Spring, the 'Spring rush' failed to materialise which impacted the company's trading performance.

The higher staffing costs and the lack of sales were quickly identified and so from June onwards the staff costs were actively reduced.

A decision has been taken to not maintain staff levels again over the Winter as it is too much of a gamble for a seasonal company. Some of the manufactured products are now being sourced from other companies in a bid to reduce the direct labour costs.

The company's directors have identified that the way forward is to be more of a sales-based company, as opposed to a manufacturing company.

Despite the reduction in profits, the directors believe that decisions have been made to correct this trend and are confident of improved results for the forthcoming year.

The company's key financial and other performance indicators during the year were as follows:

	Unit	2017	2016
Turnover	£	10,796,315	11,295,540
Turnover growth	%	(4)	7
Gross profit margin	%	30	26
Profit before tax	£	70,703	563,858

### Future Developments

The directors are of the opinion that the company is now in a position to consider expansion again and is actively exploring all avenues. It is generally regarded that the company will benefit from an increase in sales during the coming year coupled with slightly reduced staffing costs.

### Financial position at the reporting date

At the balance sheet the company has net assets of £1,108,191.

# Fence Stores Limited

## Strategic Report

Year Ended 31 October 2017

### Financial instruments and risk management

The business' principal financial instruments comprise bank balances, trade debtors, trade creditors and loans to the business. The main purpose of these instruments is to finance the business' trading operations.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. Where funds are available, business cash balances are held in such a way to achieve competitive rates of interest.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring that sufficient funds are available to meet amounts due.

Loans comprise loans and other borrowings from financial institutions. The interest rates and monthly repayments are fixed. The business manages liquidity risk by ensuring that there are sufficient funds to meet the payments.

Approved by the Board on 26/3/18 and signed on its behalf by:

  
.....  
Mr S Randall  
Director

# Fence Stores Limited

## Directors' Report

Year Ended 31 October 2017

The directors present their report and the financial statements for the year ended 31 October 2017.

### Directors of the company

The directors who held office during the year were as follows:

Mr M H Thompson

Mr M G Rossiter

Mr S Toomer

Mr S Randall

### Dividends

Dividends totalling £105,728 (2016: £270,132) were paid during the year.


### Other Matters

In accordance with section 414c(11) of the Companies Act 2006, information regarding financial instruments and future developments have been disclosed in the Strategic report, within the business review.

### Disclosure of information to the auditors

Each director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Approved by the Board on 26/3/18 and signed on its behalf by:

  
.....  
Mr S Randall  
Director

## **Fence Stores Limited**

### **Statement of Directors' Responsibilities**

The directors acknowledge their responsibilities for preparing the Annual 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 and 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 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.

# Fence Stores Limited

## Independent Auditor's Report to the Members of Fence Stores Limited

### Opinion

We have audited the financial statements of Fence Stores Limited (the 'company') for the year ended 31 October 2017, which comprise the Statement of Income and Retained Earnings, Balance Sheet, Statement of Cash Flows, 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 Financial Reporting Standard 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 October 2017 and of its profit 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.

### Use of our 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.

### 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.

# Fence Stores Limited

## Independent Auditor's Report to the Members of Fence Stores Limited

### **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.

### **Opinion on other matter 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

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

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

We have nothing to report in respect of the following matters where 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.

### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities [set out on page 5], 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 either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.


## Fence Stores Limited

### Independent Auditor's Report to the Members of Fence Stores Limited

#### **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.



William Law BSc FCA (Senior Statutory Auditor)  
PKF Francis Clark, Statutory Auditor

Towngate House  
2-8 Parkstone Road  
Poole  
Dorset  
BH15 2PW

Date: 26/3/18

## Fence Stores Limited

### Statement of Income and Retained Earnings

Year Ended 31 October 2017

	Note	2017 £	2016 £
Turnover	3	10,796,315	11,292,540
Cost of sales		<u>(7,597,504)</u>	<u>(8,374,061)</u>
Gross profit		3,198,811	2,918,479
Administrative expenses		(3,131,414)	(2,354,801)
Other operating income	4	<u>2,220</u>	<u>4,720</u>
Operating profit	5	<u>69,617</u>	<u>568,398</u>
Other interest receivable and similar income	9	15,855	14,240
Interest payable and similar charges	10	<u>(14,769)</u>	<u>(18,780)</u>
		<u>1,086</u>	<u>(4,540)</u>
Profit before tax		70,703	563,858
Taxation	11	<u>(19,179)</u>	<u>(121,714)</u>
Profit for the financial year		51,524	442,144
Retained earnings brought forward		1,161,220	989,208
Dividends paid		<u>(105,728)</u>	<u>(270,132)</u>
Retained earnings carried forward		<u><u>1,107,016</u></u>	<u><u>1,161,220</u></u>


# Fence Stores Limited

## Balance Sheet

31 October 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	13	603,632	734,052
<b>Current assets</b>			
Stocks	14	1,334,467	1,222,061
Debtors	15	692,502	701,971
Cash at bank and in hand		414,753	419,707
		<u>2,441,722</u>	<u>2,343,739</u>
<b>Creditors: Amounts falling due within one year</b>	17	<u>(1,796,535)</u>	<u>(1,712,286)</u>
<b>Net current assets</b>		<u>645,187</u>	<u>631,453</u>
<b>Total assets less current liabilities</b>		1,248,819	1,365,505
<b>Creditors: Amounts falling due after more than one year</b>	17	(75,513)	(120,160)
<b>Provisions for liabilities</b>	19	<u>(65,115)</u>	<u>(82,950)</u>
<b>Net assets</b>		<u>1,108,191</u>	<u>1,162,395</u>
<b>Capital and reserves</b>			
Called up share capital	21	1,175	1,175
Profit and loss account		<u>1,107,016</u>	<u>1,161,220</u>
Total equity		<u>1,108,191</u>	<u>1,162,395</u>

Approved and authorised by the Board on 26/3/18 and signed on its behalf by:

  
.....  
Mr S Randall  
Director

Company Registration Number: 3162473

# Fence Stores Limited

## Statement of Cash Flows

Year Ended 31 October 2017

	Note	2017 £	2016 £
<b>Cash flows from operating activities</b>			
Profit for the year		51,524	442,144
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	5	193,788	224,762
Loss/(profit) on disposal of tangible assets		2,797	(2,238)
Finance income	9	(15,855)	(14,240)
Finance costs	10	14,769	18,780
Corporation tax	11	19,179	121,714
		<u>266,202</u>	<u>790,922</u>
Working capital adjustments			
Increase in stocks	14	(112,406)	(203,993)
Decrease/(increase) in trade debtors	15	9,469	(102,211)
Increase in trade creditors	17	234,509	392,963
Cash generated from operations		<u>397,774</u>	<u>877,681</u>
Corporation tax paid	11	<u>(110,790)</u>	<u>(135,540)</u>
Net cash flow from operating activities		<u>286,984</u>	<u>742,141</u>
<b>Cash flows from investing activities</b>			
Interest received		15,855	14,240
Acquisitions of tangible assets		(73,415)	(221,106)
Proceeds from sale of tangible assets		<u>7,250</u>	<u>11,600</u>
Net cash flows from investing activities		<u>(50,310)</u>	<u>(195,266)</u>
<b>Cash flows from financing activities</b>			
Interest paid		(14,769)	(18,780)
Payments to finance lease creditors		(121,131)	(39,642)
Dividends paid		<u>(105,728)</u>	<u>(270,132)</u>
Net cash flows from financing activities		<u>(241,628)</u>	<u>(328,554)</u>
Net (decrease)/increase in cash and cash equivalents		(4,954)	218,321
Cash and cash equivalents at 1 November		<u>419,707</u>	<u>201,386</u>
Cash and cash equivalents at 31 October	16	<u>414,753</u>	<u>419,707</u>

The notes on pages 12 to 22 form an integral part of these financial statements.

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Towngate House  
2-8 Parkstone Road  
Poole  
Dorset  
BH15 2PW  
England

The principal place of business is:

Chapel Lane  
Parley  
Christchurch  
Dorset  
BH23 6BF  
England

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal 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.

#### Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### Revenue recognition

Turnover represents amounts chargeable net of value added tax, in respect of the sale of goods and provision of services in the ordinary course of the company's activities. Revenue is recognised when the goods are delivered.

#### Tax

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation 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 taxable income.

# Fence Stores Limited

## Notes to the Financial Statements

### Year Ended 31 October 2017

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Leasehold improvements	10% straight line
Plant and machinery	25% reducing balance
Display furniture and fittings	33% straight line
Motor vehicles	25% reducing balance
Office equipment	33% straight line

#### **Goodwill**

Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10% straight line

#### **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### **Leases**

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

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

# Fence Stores Limited

## Notes to the Financial Statements

### Year Ended 31 October 2017

#### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Cash and bank balances;
- Hire purchase and finance leases.

All financial instruments are classified as basic.

##### Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

### 3 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2017	2016
	£	£
Sale of goods	<u>10,796,315</u>	<u>11,292,540</u>

### 4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2017	2016
	£	£
Rent receivable	<u>2,220</u>	<u>4,720</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 5 Operating profit

Arrived at after charging/(crediting)

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Depreciation expense	193,788	224,762
Loss/(profit) on disposal of property, plant and equipment	<u>2,797</u>	<u>(2,238)</u>

### 6 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Wages and salaries	2,723,709	2,464,086
Social security costs	54,309	32,327
Pension costs, defined contribution scheme	47,248	15,123
Other employee expense	<u>8,410</u>	<u>12,640</u>
	<u>2,833,676</u>	<u>2,524,176</u>

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	<b>2017</b>	<b>2016</b>
	<b>No.</b>	<b>No.</b>
Production	<u>102</u>	<u>99</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 7 Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	430,382	287,123
Contributions paid to money purchase schemes	34,010	2,907
	<u>464,392</u>	<u>290,030</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2017 No.	2016 No.
Accruing benefits under money purchase pension scheme	<u>3</u>	<u>1</u>

In respect of the highest paid director:

	2017 £	2016 £
Remuneration	<u>148,905</u>	<u>95,579</u>

### 8 Auditor's remuneration

	2017 £	2016 £
Audit of the financial statements	<u>10,750</u>	<u>9,500</u>

### 9 Other interest receivable and similar income

	2017 £	2016 £
Interest income on bank deposits	-	138
Other finance income	15,855	14,102
	<u>15,855</u>	<u>14,240</u>

### 10 Interest payable and similar expenses

	2017 £	2016 £
Interest on bank overdrafts and borrowings	2,948	571
Interest on obligations under finance leases and hire purchase contracts	11,821	18,209
	<u>14,769</u>	<u>18,780</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 11 Taxation

Tax charged/(credited) in the profit and loss account

	2017 £	2016 £
<b>Current taxation</b>		
UK corporation tax	37,014	110,790
UK corporation tax adjustment to prior periods	-	(10)
	<u>37,014</u>	<u>110,780</u>
<b>Deferred taxation</b>		
Arising from origination and reversal of timing differences	(17,835)	10,934
Tax expense in the income statement	<u>19,179</u>	<u>121,714</u>

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2016 - higher than the standard rate of corporation tax in the UK) of 19.4% (2016 - 20%).

The differences are reconciled below:

	2017 £	2016 £
Profit before tax	<u>70,703</u>	<u>563,858</u>
Corporation tax at standard rate	13,716	112,772
Effect of expense not deductible in determining taxable profit (tax loss)	6,783	8,949
Decrease in UK and foreign current tax from adjustment for prior periods	-	(10)
Other tax effects for reconciliation between accounting profit and tax expense (income)	(1,320)	3
Total tax charge	<u>19,179</u>	<u>121,714</u>

### Deferred tax

Deferred tax assets and liabilities

	Liability £
<b>2017</b>	
Accelerated tax depreciation	<u>65,115</u>
<b>2016</b>	
Accelerated tax depreciation	<u>82,950</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 12 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 November 2016	65,000	65,000
At 31 October 2017	65,000	65,000
<b>Amortisation</b>		
At 1 November 2016	65,000	65,000
At 31 October 2017	65,000	65,000
<b>Carrying amount</b>		
At 31 October 2017	-	-

### 13 Tangible assets

	Leasehold Improvements £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>					
At 1 November 2016	562,115	191,959	853,015	741,452	2,348,541
Additions	5,433	7,960	49,989	10,033	73,415
Disposals	-	-	(24,360)	-	(24,360)
At 31 October 2017	567,548	199,919	878,644	751,485	2,397,596
<b>Depreciation</b>					
At 1 November 2016	326,570	176,834	556,958	554,127	1,614,489
Charge for the year	44,163	16,028	86,195	47,402	193,788
Eliminated on disposal	-	-	(14,313)	-	(14,313)
At 31 October 2017	370,733	192,862	628,840	601,529	1,793,964
<b>Carrying amount</b>					
At 31 October 2017	196,815	7,057	249,804	149,956	603,632
At 31 October 2016	235,545	15,125	296,057	187,325	734,052

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2017 £	2016 £
Motor vehicles	135,553	237,752
Plant and machinery	69,173	89,994
	<u>204,726</u>	<u>327,746</u>

### 14 Stocks

	2017 £	2016 £
Raw materials and consumables	<u>1,334,467</u>	<u>1,222,061</u>

### 15 Debtors

	2017 £	2016 £
Trade debtors	394,960	434,512
Other debtors	269,469	240,417
Prepayments	28,073	27,042
	<u>692,502</u>	<u>701,971</u>

### 16 Cash and cash equivalents

	2017 £	2016 £
Cash on hand	1,318	1,167
Cash at bank	413,435	418,540
	<u>414,753</u>	<u>419,707</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 17 Creditors

	Note	2017 £	2016 £
<b>Due within one year</b>			
Finance lease liabilities		76,035	152,519
Trade creditors		1,202,957	1,015,221
Corporation tax		37,014	110,790
Social security and other taxes		325,498	287,283
Other creditors		88,570	79,236
Accrued expenses		66,461	67,237
		<u>1,796,535</u>	<u>1,712,286</u>
<b>Due after one year</b>			
Finance lease liabilities		<u>75,513</u>	<u>120,160</u>

### 18 Obligations under leases and hire purchase contracts

#### Finance leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	76,035	152,519
Later than one year and not later than five years	<u>75,513</u>	<u>120,160</u>
	<u>151,548</u>	<u>272,679</u>

Obligations under finance leases and hire purchase contracts are secured by related assets.

### 19 Deferred tax and other provisions

	Deferred tax £	Total £
At 1 November 2016	82,950	82,950
Increase (decrease) in existing provisions	<u>(17,835)</u>	<u>(17,835)</u>
At 31 October 2017	<u>65,115</u>	<u>65,115</u>

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 20 Pension and other schemes

#### Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £47,248 (2016 - £15,123).

### 21 Share capital

#### Allotted, called up and fully paid shares

	No.	2017 £	No.	2016 £
Ordinary 'A' shares of £1 each	1,000	1,000	1,000	1,000
Ordinary 'B' shares of £1 each	175	175	175	175
Ordinary 'C' shares of £0.10 each	1	-	1	-
Ordinary 'D' shares of £0.10 each	1	-	1	-
Ordinary 'E' shares of £0.10 each	1	-	1	-
	<u>1,178</u>	<u>1,175</u>	<u>1,178</u>	<u>1,175</u>

All of the above classes of shares have the right to receive dividends and the right to repayments of capital at par value but no right to participate in the distribution of any surplus on a liquidation or winding up.

Only 'A' shares have voting rights.

### 22 Commitments

#### Other financial commitments

Other commitments relate to operating lease rentals in respect of the company's trading property sites. The expiry of these leases is between 2 and 10 years.

The total amount of other financial commitments not provided in the financial statements was £669,004 (2016 - £647,913).

# Fence Stores Limited

## Notes to the Financial Statements

Year Ended 31 October 2017

### 23 Related party transactions

#### Transactions with directors

	At 1 November 2016 £	Advances to directors £	Repayments by director £	At 31 October 2017 £
<b>2017</b>				
<b>Mr M H Thompson</b>	859	-	-	859
<b>Mr M G Rossiter</b>	38	-	-	38
<b>Mr S Randall</b>	555	(50,310)	70,000	20,245
<b>Mr S Toomer</b>	344	-	-	344
		<b>At 1 November 2015 £</b>	<b>Repayments by director £</b>	<b>At 31 October 2016 £</b>
<b>2016</b>				
<b>Mr M H Thompson</b>		854	5	859
<b>Mr M G Rossiter</b>		18	20	38
<b>Mr S Randall</b>		85	470	555
<b>Mr S Toomer</b>		51	293	344

#### Other related party transactions

The company was under the control of Mr S Randall, a company director, throughout the current and previous year. Mr S Randall owns 76% of the company's share capital.

During the year the company paid £90,000 (2016: £88,333) for rent to Impremis Limited, a company registered in England and Wales. The directors, Mr S Randall and Mr S Toomer are also directors and shareholders in Impremis Limited.

Included in other debtors is a loan balance of £269,469 (2016: £238,905) owed from Impremis Limited. During the year interest was charged on this loan totalling £15,851 (2016: £14,102).

During the year the company guaranteed a loan taken out by Impremis Limited amounting to £36,439 (2016: £53,891).