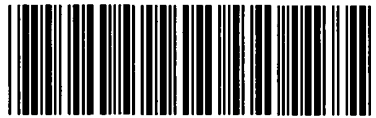


COMPANY REGISTRATION NUMBER: 3162473

**REGISTRAR OF
COMPANIES**

**Fence Stores Limited
Financial Statements
31 October 2016**

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Fence Stores Limited

Financial Statements

Year ended 31 October 2016

Contents	Page
Officers and professional advisers	1
Strategic report	2
Directors' report	4
Independent auditor's report to the members	6
Statement of income and retained earnings	8
Statement of financial position	9
Statement of cash flows	10
Notes to the financial statements	11

Fence Stores Limited
Officers and Professional Advisers

The board of directors	Mr M H Thompson Mr M G Rossiter Mr S Randall Mr S Toomer
Company secretary	S Randall
Registered office	Redcotts House 1 Redcotts Lane Wimborne Dorset BH21 1JX
Auditor	PKF Francis Clark Chartered accountant & statutory auditor Towngate House 2-8 Parkstone Road Poole Dorset BH15 2PW
Accountants	Frost and Company Chartered Accountants Redcotts House 1 Redcotts Lane Wimborne Dorset BH21 1JX

Fence Stores Limited

Strategic Report

Year ended 31 October 2016

The directors present their strategic report and the financial statements for the year ended 31st October 2016.

Business Review

The directors are pleased with the performance of the company for the year ended 31st October 2016 resulting in an improved margin.

Key performance indicators

The company's key performance indicators during the year were as follows;

	<u>2016</u>	<u>2015</u>
Turnover	£11,292,540	£10,597,319
Turnover growth	6.6%	-5.7%
Gross profit margin	25.84%	24.97%
Profit before tax	£563,858	£706,985

Development and financial performance during the year

As reported in the company's profit and loss account, the company has achieved an improved gross margin which is a result of the management's focus on efficiency. The board's current target is to maintain a steady growth in turnover together with improved efficiency resulting in greater margins.

At this point the directors have no plans of expansion for Fence Stores during the following year, however, new opportunities will be looked at as they come along. The directors will be actively seeking expansion within their existing network of branches by expanding the product range, and adopting a more structured marketing campaign.

All costs are to be scrutinised during the following year, which should show an increase in margin during the next trading period.

The directors feel that when the company has streamlined itself, and all costs have been looked at, then that is the time to start thinking about further expansion.

The first area of expansion will be additional sales sites for the stable Structures side on the company.

Future Developments

The directors are looking for further growth and improvement in turnover and gross margin during the forthcoming year based on current market expectations.

Financial position at the reporting date

The Balance sheet shows that the company has net assets at the Balance sheet date of £1,162,395.

Fence Stores Limited

Strategic Report *(continued)*

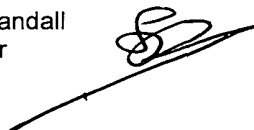
Year ended 31 October 2016

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 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.

This report was approved by the board of directors on 25/7/17 and signed on behalf of the board by:

Mr S Randall
Director



S Randall
Company Secretary

Registered office:
Redcotts House
1 Redcotts Lane
Wimborne
Dorset
BH21 1JX



Fence Stores Limited

Directors' Report

Year ended 31 October 2016

The directors present their report and the financial statements of the company for the year ended 31 October 2016.

Directors

The directors who served the company during the year were as follows:

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

Dividends

Particulars of recommended dividends are detailed in note 13 to the financial statements.

Disclosure of information in the strategic report

Where a company has chosen in accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out in the company's strategic report information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 it must be stated in the Directors' Report that it has done so. This includes information that would have been included in the business review and the principal risks and uncertainties.

Directors' responsibilities statement

The directors are responsible for preparing the strategic report, 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 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 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 then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- 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

Directors' Report *(continued)*

Year ended 31 October 2016

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board of directors on 25/7/17 and signed on behalf of the board by:

Mr S Randall
Director



S Randall
Company Secretary



Registered office:
Redcotts House
1 Redcotts Lane
Wimborne
Dorset
BH21 1JX

Fence Stores Limited

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

Year ended 31 October 2016

We have audited the financial statements of Fence Stores Limited for the year ended 31 October 2016 which comprise the statement of income and retained earnings, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 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.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the strategic report and the directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2016 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Fence Stores Limited

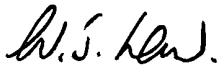
Independent Auditor's Report to the Members of Fence Stores Limited *(continued)*

Year ended 31 October 2016

Matters on which we are required to report by exception

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; and
- 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.



William Law BSc FCA (Senior Statutory Auditor)

For and on behalf of
PKF Francis Clark
Chartered accountant & statutory auditor
Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

26 July 2017

Fence Stores Limited
Statement of Income and Retained Earnings
Year ended 31 October 2016

	Note	2016 £	2015 £
Turnover	4	11,292,540	10,597,319
Cost of sales		<u>(8,374,061)</u>	<u>(7,950,963)</u>
Gross profit		2,918,479	2,646,356
Administrative expenses		<u>(2,354,801)</u>	<u>(1,929,766)</u>
Other operating income	5	4,720	2,220
Operating profit	6	568,398	718,810
Other interest receivable and similar income	10	14,240	12,625
Interest payable and similar charges	11	<u>(18,780)</u>	<u>(24,450)</u>
Profit on ordinary activities before taxation		563,858	706,985
Tax on profit on ordinary activities	12	<u>(121,714)</u>	<u>(151,090)</u>
Profit for the financial year and total comprehensive income		<u>442,144</u>	<u>555,895</u>
Dividends paid and payable	13	<u>(270,132)</u>	<u>(374,321)</u>
Retained earnings at the start of the year		989,208	807,634
Retained earnings at the end of the year		<u>1,161,220</u>	<u>989,208</u>

All the activities of the company are from continuing operations.

The notes on pages 11 to 20 form part of these financial statements.

Fence Stores Limited
Statement of Financial Position
31 October 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	15	734,052	747,070
Current assets			
Stocks	16	1,222,061	1,018,068
Debtors	17	701,971	599,760
Cash at bank and in hand		419,707	201,386
		<u>2,343,739</u>	<u>1,819,214</u>
Creditors: amounts falling due within one year	18	<u>1,712,286</u>	<u>1,324,793</u>
Net current assets		<u>631,453</u>	<u>494,421</u>
Total assets less current liabilities		<u>1,365,505</u>	<u>1,241,491</u>
Creditors: amounts falling due after more than one year	19	120,160	179,092
Provisions			
Taxation including deferred tax	21	82,950	72,016
Net assets		<u><u>1,162,395</u></u>	<u><u>990,383</u></u>
Capital and reserves			
Called up share capital	24	1,175	1,175
Profit and loss account	25	1,161,220	989,208
Members funds		<u><u>1,162,395</u></u>	<u><u>990,383</u></u>

These financial statements were approved by the board of directors and authorised for issue on 25/11/16, and are signed on behalf of the board by:

Mr S Randall
 Director



Company registration number: 3162473

The notes on pages 11 to 20 form part of these financial statements.

Fence Stores Limited

Statement of Cash Flows

Year ended 31 October 2016

	2016 £	2015 £
Cash flows from operating activities		
Profit for the financial year	442,144	555,895
<i>Adjustments for:</i>		
Depreciation of tangible assets	224,762	219,555
Amortisation of intangible assets	–	1,625
Other interest receivable and similar income	(14,240)	(12,625)
Interest payable and similar charges	18,780	24,450
Gains on disposal of tangible assets	(2,238)	(20,037)
Tax on profit on ordinary activities	121,714	151,090
Accrued expenses/(income)	52,134	(5,497)
<i>Changes in:</i>		
Stocks	(203,993)	515,989
Trade and other debtors	(102,211)	41,846
Trade and other creditors	340,041	(490,998)
Cash generated from operations	876,893	981,293
Interest paid	(18,780)	(24,450)
Interest received	14,240	12,625
Tax paid	(135,540)	(125,684)
Net cash from operating activities	<u>736,813</u>	<u>843,784</u>
Cash flows from investing activities		
Purchase of tangible assets	(221,106)	(373,158)
Proceeds from sale of tangible assets	11,600	52,694
Net cash used in investing activities	<u>(209,506)</u>	<u>(320,464)</u>
Cash flows from financing activities		
Proceeds from borrowings	788	103
Payments of finance lease liabilities	(39,642)	(17,583)
Dividends paid	(270,132)	(374,321)
Net cash used in financing activities	<u>(308,986)</u>	<u>(391,801)</u>
Net increase in cash and cash equivalents	218,321	131,519
Cash and cash equivalents at beginning of year	<u>201,386</u>	<u>69,867</u>
Cash and cash equivalents at end of year	<u>419,707</u>	<u>201,386</u>

The notes on pages 11 to 20 form part of these financial statements.

Fence Stores Limited
Notes to the Financial Statements
Year ended 31 October 2016

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Redcotts House, 1 Redcotts Lane, Wimborne, Dorset, BH21 1JX.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 November 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 28.

Revenue recognition

Turnover represents the amount derived from the provision of goods and services during the year (exclusive of value added tax).

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Fence Stores Limited

Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

3. Accounting policies *(continued)*

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - 10% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	10% straight line
Plant & machinery	-	25% reducing balance
Display furniture & fittings	-	33% straight line
Motor vehicles	-	25% reducing balance
Computer equipment	-	33% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly.

Fence Stores Limited

Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

3. Accounting policies *(continued)*

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.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Fence Stores Limited

Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Turnover

Turnover arises from:

	2016	2015
	£	£
Sale of goods	<u>11,292,540</u>	<u>10,597,319</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. Other operating income

	2016	2015
	£	£
Rental income	<u>4,720</u>	<u>2,220</u>

6. Operating profit

Operating profit or loss is stated after charging:

	2016	2015
	£	£
Amortisation of intangible assets	–	1,625
Depreciation of tangible assets	224,762	219,555
Gains on disposal of tangible assets	(2,238)	(20,037)
	<u> </u>	<u> </u>

7. Auditor's remuneration

	2016	2015
	£	£
Fees payable for the audit of the financial statements	<u>9,500</u>	<u>8,750</u>

8. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

	2016	2015
	No.	No.
Production staff	<u>99</u>	<u>94</u>

Fence Stores Limited

Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

8. Staff costs *(continued)*

The aggregate payroll costs incurred during the year, relating to the above, were:

	2016	2015
	£	£
Wages and salaries	2,464,086	1,984,032
Social security costs	32,327	669
Other pension costs	15,123	14,003
	<u>2,511,536</u>	<u>1,998,704</u>

9. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services was:

	2016	2015
	£	£
Remuneration	287,123	71,331
Company contributions to defined contribution pension plans	2,907	2,925
	<u>290,030</u>	<u>74,256</u>

The number of directors who accrued benefits under company pension plans was as follows:

	2016	2015
	No.	No.
Defined contribution plans	<u>1</u>	<u>1</u>

Remuneration of the highest paid director in respect of qualifying services:

	2016	2015
	£	£
Aggregate remuneration	<u>95,579</u>	<u>38,395</u>

10. Other interest receivable and similar income

	2016	2015
	£	£
Interest on loans and receivables	14,102	12,547
Interest on cash and cash equivalents	138	78
	<u>14,240</u>	<u>12,625</u>

11. Interest payable and similar charges

	2016	2015
	£	£
Interest on banks loans and overdrafts	571	4,889
Interest on obligations under finance leases and hire purchase contracts	18,209	19,561
	<u>18,780</u>	<u>24,450</u>

Fence Stores Limited

Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

12. Tax on profit on ordinary activities

Major components of tax expense

	2016 £	2015 £
Current tax:		
UK current tax expense	110,790	135,550
Adjustments in respect of prior periods	(10)	(6)
Total current tax	<u>110,780</u>	<u>135,544</u>
Deferred tax:		
Origination and reversal of timing differences	10,934	15,546
Tax on profit on ordinary activities	<u>121,714</u>	<u>151,090</u>

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2015: higher than) the standard rate of corporation tax in the UK of 20% (2015: 20%).

	2016 £	2015 £
Profit on ordinary activities before taxation	563,858	706,985
Profit on ordinary activities by rate of tax	112,772	141,397
Adjustment to tax charge in respect of prior periods	(10)	(6)
Effect of expenses not deductible for tax purposes	8,949	9,723
Effect of different UK tax rates on some earnings	-	2,660
Rounding on tax charge	3	5
Deferred tax change of rate	-	(2,689)
Tax on profit on ordinary activities	<u>121,714</u>	<u>151,090</u>

13. Dividends

Dividends paid during the year (excluding those for which a liability existed at the end of the prior year):

	2016 £	2015 £
Equity dividends	<u>270,132</u>	<u>374,321</u>

Fence Stores Limited

Notes to the Detailed Income Statement *(continued)*

Year ended 31 October 2016

14. Intangible assets

	Goodwill £
Cost	
At 1 Nov 2015 and 31 Oct 2016	<u>65,000</u>
Amortisation	
At 1 Nov 2015 and 31 Oct 2016	<u>65,000</u>
Carrying amount	
At 31 October 2016	<u>—</u>

15. Tangible assets

	Leasehold improvements £	Plant and machinery £	Display furniture & fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
At 1 Nov 2015	547,943	657,118	81,111	788,265	105,598	2,180,035
Additions	14,172	136,934	2,220	64,750	3,030	221,106
Disposals	—	(52,600)	—	—	—	(52,600)
At						
31 Oct 2016	<u>562,115</u>	<u>741,452</u>	<u>83,331</u>	<u>853,015</u>	<u>108,628</u>	<u>2,348,541</u>
Depreciation						
At 1 Nov 2015	282,473	534,923	71,162	458,272	86,135	1,432,965
Charge for the year	44,097	62,442	6,922	98,686	12,615	224,762
Disposals	—	(43,238)	—	—	—	(43,238)
At						
31 Oct 2016	<u>326,570</u>	<u>554,127</u>	<u>78,084</u>	<u>556,958</u>	<u>98,750</u>	<u>1,614,489</u>
Carrying amount						
At						
31 Oct 2016	<u>235,545</u>	<u>187,325</u>	<u>5,247</u>	<u>296,057</u>	<u>9,878</u>	<u>734,052</u>
At 31 Oct 2015	<u>265,470</u>	<u>122,195</u>	<u>9,949</u>	<u>329,993</u>	<u>19,463</u>	<u>747,070</u>

Finance leases and hire purchase contracts

Included within the carrying value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

	Plant and machinery £	Motor vehicles £	Total £
At 31 October 2016	<u>89,994</u>	<u>237,752</u>	<u>327,746</u>
At 31 October 2015	<u>42,486</u>	<u>277,253</u>	<u>319,739</u>

Fence Stores Limited

Notes to the Detailed Income Statement *(continued)*

Year ended 31 October 2016

16. Stocks

	2016	2015
	£	£
Raw materials and consumables	<u>1,222,061</u>	<u>1,018,068</u>

17. Debtors

	2016	2015
	£	£
Trade debtors	434,512	342,017
Prepayments and accrued income	27,042	22,837
Other debtors	<u>240,417</u>	<u>234,906</u>
	<u>701,971</u>	<u>599,760</u>

18. Creditors: amounts falling due within one year

	2016	2015
	£	£
Trade creditors	1,015,221	735,504
Accruals and deferred income	67,237	15,103
Corporation tax	110,790	135,550
Social security and other taxes	287,283	275,520
Obligations under finance leases and hire purchase contracts	152,519	133,229
Director loan accounts	1,796	1,008
Other creditors	<u>77,440</u>	<u>28,879</u>
	<u>1,712,286</u>	<u>1,324,793</u>

19. Creditors: amounts falling due after more than one year

	2016	2015
	£	£
Obligations under finance leases and hire purchase contracts	<u>120,160</u>	<u>179,092</u>

20. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2016	2015
	£	£
Not later than 1 year	152,519	133,229
Later than 1 year and not later than 5 years	<u>120,160</u>	<u>179,092</u>
	<u>272,679</u>	<u>312,321</u>

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

Fence Stores Limited

Notes to the Detailed Income Statement *(continued)*

Year ended 31 October 2016

21. Provisions

	Deferred tax (note 22) £
At 1 November 2015	72,016
Additions	10,934
At 31 October 2016	<u>82,950</u>

22. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2016 £	2015 £
Included in provisions (note 21)	<u>82,950</u>	<u>72,016</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2016 £	2015 £
Accelerated capital allowances	<u>10,934</u>	<u>15,546</u>

23. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £15,123 (2015: £14,003).

24. Called up share capital

Issued, called up and fully paid

	2016		2015	
	No.	£	No.	£
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.

Fence Stores Limited

Notes to the Detailed Income Statement *(continued)*

Year ended 31 October 2016

25. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

26. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2016		
	Balance brought forward £	Advances/ (credits) to the directors £	Balance outstanding £
Mr M H Thompson	854	5	859
Mr M G Rossiter	18	20	38
Mr S Randall	85	470	555
Mr S Toomer	51	293	344
	<u>1,008</u>	<u>788</u>	<u>1,796</u>

	2015		
	Balance brought forward £	Advances/ (credits) to the directors £	Balance outstanding £
Mr M H Thompson	853	1	854
Mr M G Rossiter	5	13	18
Mr S Randall	1	84	85
Mr S Toomer	46	5	51
	<u>905</u>	<u>103</u>	<u>1,008</u>

27. 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 69% of the company's share capital.

During the year the company paid £88,333 (2015:£81,440) 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 £238,905 (2015:£213,303) owed from Impremis Limited. During the year interest was charged on this loan totalling £14,102 (2015:£12,547).

During the year the company guaranteed a loan taken out by Impremis Limited amounting to £109,723 (2015:£134,203).

During the year dividends of £270,132 (2015:£374,321) were paid to the directors.

28. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 November 2014.

No transitional adjustments were required in equity or profit or loss for the year.