

Registration number: 02405063

Netzsch Pumps and Systems Limited

Annual Report and Financial Statements

for the Year Ended 30 June 2021

Rödl & Partner Limited
170 Edmund Street
Birmingham
B3 2HB

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Netzsch Pumps and Systems Limited

Company Information

Director	S Williams
Registered office	Horchester Holywell Dorchester Dorset DT2 0LL
Auditors	Rödl & Partner Limited 170 Edmund Street Birmingham B3 2HB

Netzsch Pumps and Systems Limited

Statement of Director's Responsibilities

The director acknowledges his responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006 and in accordance with FRS 102 Section 1A, The Financial Reporting Standard applicable in the UK and Republic of Ireland. He is 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.

Netzsch Pumps and Systems Limited

(Registration number: 02405063)

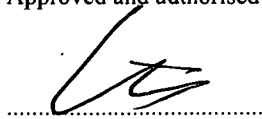
Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	15,256	16,977
Current assets			
Stocks	5	494,108	524,098
Debtors	6	1,152,707	832,885
Cash at bank and in hand		324,028	200,348
		<u>1,970,843</u>	<u>1,557,331</u>
Creditors: Amounts falling due within one year	7	<u>(1,040,513)</u>	<u>(872,476)</u>
Net current assets		<u>930,330</u>	<u>684,855</u>
Total assets less current liabilities		945,586	701,832
Provisions for liabilities		<u>4,936</u>	<u>7,716</u>
Net assets		<u>950,522</u>	<u>709,548</u>
Capital and reserves			
Called up share capital		500,000	500,000
Profit and loss account		<u>450,522</u>	<u>209,548</u>
Total equity		<u>950,522</u>	<u>709,548</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 31/8/21



S Williams
Director

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

1 General information

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

The address of its registered office is:

Horchester
Holywell
Dorchester
Dorset
DT2 0LL

Principal activity

The principal activity of the company is that of the sale of pumps, servicing and supply of spare parts.

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 have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

The presentational currency used to prepare the financial statements is Sterling (£) and the amounts have been rounded to the nearest £1.

Summary of disclosure exemptions

In these financial statements the Company is considered to be a qualifying entity (for the purpose of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

Related Party Disclosures with other members of that group.

Going concern

The financial statements are prepared under a going concern basis.

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

In 2021, the UK government operated a job retention scheme (JRS) in response to the coronavirus pandemic. Under this scheme, the company received a grant of which amounts received and receivable have been recognised in other operating income.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current 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 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 taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

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:

Asset class	Depreciation method and rate
Fixtures and fittings	between 10% and 33% on cost
Plant and machinery	between 10% and 20% on cost
Motor vehicles	25% on cost

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method and is based on actual purchase prices. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Allowances are made for slow moving stock based on the agreed rates with the parent company. These rates are as follows:

- 3 years old - write down at 50%
- 4 years old - write down at 70%
- 5+ years old - write down at 98%

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as 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. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the Statement of Income.

3 Staff numbers

The average number of persons employed by the company during the year was 10 (2019: 9).

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Total £
Cost			
At 1 July 2020	60,478	27,129	87,607
Additions	3,686	-	3,686
At 30 June 2021	64,164	27,129	91,293
Depreciation			
At 1 July 2020	50,392	20,238	70,630
Charge for the year	3,516	1,891	5,407
At 30 June 2021	53,908	22,129	76,037
Carrying amount			
At 30 June 2021	10,256	5,000	15,256
At 30 June 2020	10,086	6,891	16,977

5 Stocks

	2021 £	2020 £
Inventories	494,108	524,098

6 Debtors

	2021 £	2020 £
Trade debtors	1,093,643	734,183
Other debtors	59,064	98,702
	1,152,707	832,885

Netzsch Pumps and Systems Limited

Notes to the Financial Statements for the Year Ended 30 June 2021

7 Creditors

	2021 £	2020 £
Due within one year		
Trade creditors	26,718	68,254
Amounts owed to group undertakings	496,913	349,135
Taxation and social security	218,931	168,000
Other creditors	270,665	216,391
Corporation tax liability	27,286	70,696
	<u>1,040,513</u>	<u>872,476</u>

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>

9 Control

The company is controlled by Netzsch Pumps & Systems GmbH, a company registered in Germany. The ultimate holding company is Thomas Netzsch Beteiligungs-GmbH, a company incorporated in Germany. The ultimate controlling party is The Moritz and Paul Netzsch Trust. The parent company of the smallest and largest group of undertakings of which the company is a member and which prepares consolidated accounts is Erich Netsche GmbH & Co. Holding KG. Copies of the consolidated accounts of the group are available at Gebrüder-Netzsch-Straße 19, 95100 Selb, Germany.

10 Auditor's information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006.

The auditor's report was unqualified.

The Senior Statutory Auditor was Imran Farooq.

The auditor was Rödl & Partner Limited.