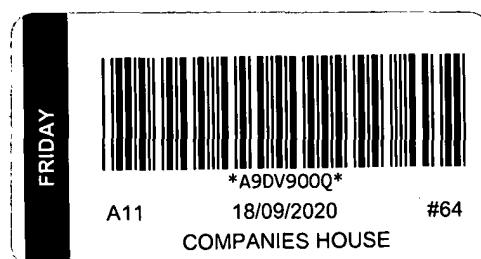


Registration number: 02634525

Vertik-al Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2020



HCB Accountants LLP
29 Wood Street
Stratford upon Avon
Warwickshire
CV37 6JG

Vertik-al Limited

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Vertik-al Limited

Company Information

Directors	Mr Kevin Swallow
	Mr Andrew Best
	Mr Angus Mackie
	Mr Richard Gibbs
	Mr John Park-Davies
Registered office	Yardley Brook Industrial Park Lea Ford Road Shard End Birmingham B33 9TX
Auditors	HCB Accountants LLP 29 Wood Street Stratford upon Avon Warwickshire CV37 6JG

Vertik-al Limited

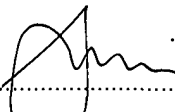
(Registration number: 02634525)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Current assets			
Stocks	4	108,099	114,890
Debtors	5	2,804,676	2,917,045
Cash at bank and in hand		<u>453,387</u>	<u>384,567</u>
		3,366,162	3,416,502
Creditors: Amounts falling due within one year	6	<u>(1,415,104)</u>	<u>(1,417,575)</u>
Net assets		<u>1,951,058</u>	<u>1,998,927</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>1,951,056</u>	<u>1,998,925</u>
Total equity		<u>1,951,058</u>	<u>1,998,927</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 Board on 27 July 2020 and signed on its behalf by:



 Mr Angus Mackie
 Director

Vertik-al Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

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:

Yardley Brook Industrial Park

Lea Ford Road

Shard End

Birmingham

B33 9TX

These financial statements were authorised for issue by the Board on 27 July 2020.

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.

Going concern

The financial statements have been prepared on a going concern basis.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 27 July 2020 was Michelle Vincent, who signed for and on behalf of HCB Accountants LLP.

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 goods are dispatched;

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.

Vertik-al Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

Tax

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.

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.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

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.

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.

Vertik-al Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 158 (2019 - 157).

4 Stocks

	2020 £	2019 £
Raw materials and consumables	<u>108,099</u>	<u>114,890</u>

5 Debtors

	Note	2020 £	2019 £
Trade debtors		1,603,787	1,292,294
Amounts owed by group undertakings and undertakings in which the company has a participating interest	10	1,124,716	1,549,222
Prepayments		74,083	71,015
Other debtors		<u>2,090</u>	<u>4,514</u>
		2,804,676	2,917,045
Less non-current portion		<u>(600,000)</u>	<u>(600,000)</u>
		<u>2,204,676</u>	<u>2,317,045</u>

Details of non-current trade and other debtors

£600,000 (2019 -£600,000) of amounts owed by group undertakings is classified as non current.

Vertik-al Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

6 Creditors

Creditors: amounts falling due within one year

	2020 £	2019 £
Due within one year		
Trade creditors	832,958	849,446
Taxation and social security	351,747	286,850
Accruals and deferred income	153,908	205,187
Other creditors	76,491	76,092
	<u>1,415,104</u>	<u>1,417,575</u>

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

8 Dividends

	2020 £	2019 £
Interim dividend of £262,500.00 (2019 - £350,000.00) per ordinary share	<u>525,000</u>	<u>700,000</u>

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of guarantees not included in the balance sheet is £2,064,539 (2019 - £1,998,927). There is a fixed and floating charge held over the assets of the company due to a cross guarantee in relation to loans held in the ultimate parent company, Allumette Limited.

Vertik-al Limited

Notes to the Financial Statements for the Year Ended 31 March 2020

10 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	<u>292,678</u>	<u>282,232</u>

Summary of transactions with parent

During the year the company had the following transactions with Motion Finance Limited:

Management charges paid of £600,000 (2019: £600,000)

Rent paid of £235,000 (2019: £33,000)

Dividend paid of £525,000 (2019: £700,000)

At the balance sheet date the company was owed £863,735 (2018: £806,969) from Motion Finance Limited.

Summary of transactions with other related parties

During the year the company had the following transactions with Ikon Aluminium Systems Limited (fellow group subsidiary):

Sales of £389,030 (2019: £430,541)

Purchases of £20,953 (2019: £7,831)

At the balance sheet date the company was owed £260,981 (2019: £742,253) by Ikon Aluminium Systems Limited.

11 Parent and ultimate parent undertaking

The company's immediate parent is Motion Finance Limited, incorporated in England & Wales.

The ultimate parent is Allumette Limited, incorporated in England & Wales.

The most senior parent entity producing publicly available financial statements is Allumette Limited. These financial statements are available upon request from Yardley Brook Industrial Estate, Lea Ford Road, Shard End, Birmingham, B33 9TX.