

**Financial Statements**  
**for the Year Ended 31 December 2022**  
**for**  
**Peikko UK Limited**

**Contents of the Financial Statements  
for the Year Ended 31 December 2022**

	<b>Page</b>
<b>Company Information</b>	1
<b>Balance Sheet</b>	2
<b>Notes to the Financial Statements</b>	3

**Peikko UK Limited**  
**Company Information**  
**for the Year Ended 31 December 2022**

**DIRECTORS:**

J G Metcalfe  
T A Paananen  
J T Turva

**REGISTERED OFFICE:**

Beaumont Way  
Aycliffe Business Park  
NEWTON AYCLIFFE  
Co Durham  
DL5 6SN

**REGISTERED NUMBER:**

05815367 (England and Wales)

**SENIOR STATUTORY AUDITOR:**

Christopher Beaumont BA (Hons) BFP FCA DChA

**AUDITORS:**

Clive Owen LLP  
Chartered Accountants  
& Statutory Auditors  
140 Coniscliffe Road  
Darlington  
County Durham  
DL3 7RT

**Peikko UK Limited (Registered number: 05815367)**

**Balance Sheet  
31 December 2022**

	Notes	2022 £	£	2021 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		657,921		121,105
<b>CURRENT ASSETS</b>					
Stocks	5	296,364		1,099,802	
Debtors	6	<u>2,007,895</u>		<u>2,381,914</u>	
		2,304,259		3,481,716	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>1,118,995</u>		<u>2,595,073</u>	
<b>NET CURRENT ASSETS</b>			<u>1,185,264</u>		<u>886,643</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			1,843,185		1,007,748
<b>PROVISIONS FOR LIABILITIES</b>	9		<u>156,215</u>		<u>23,020</u>
<b>NET ASSETS</b>			<u><u>1,686,970</u></u>		<u><u>984,728</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		10,000		10,000
Retained earnings			<u>1,676,970</u>		<u>974,728</u>
<b>SHAREHOLDERS' FUNDS</b>			<u><u>1,686,970</u></u>		<u><u>984,728</u></u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 6 September 2023 and were signed on its behalf by:

J G Metcalfe - Director

The notes form part of these financial statements

**Notes to the Financial Statements  
for the Year Ended 31 December 2022**

**1. STATUTORY INFORMATION**

Peikko UK Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

There were no material departures from that standard.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

The company has a strong order book with some long-term contracts. Whilst there have been some delays on new contracts, the existing contracts have continued as before. Covid has therefore had a limited impact.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Income recognition**

Income is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on reducing balance and 10% on cost
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Tangible fixed assets are included at cost less accumulated depreciation and impairment.

**Stocks**

Stocks have been valued at the lower of cost and estimated selling price less costs to sell.

**Financial instruments**

Basic financial instruments are recognised at amortised cost with changes recognised in profit or loss.

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**2. ACCOUNTING POLICIES - continued**

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

**Foreign currencies**

Transactions conducted in foreign currencies are included in the financial statements at the exchange rate prevailing at the date of the transaction. Assets and liabilities held in foreign currencies are translated into sterling using the exchange rate prevailing at the balance sheet date.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Leasing commitments**

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 16 (2021 - 12 ) .

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>					
At 1 January 2022	30,685	9,049	184,969	19,532	244,235
Additions	592,009	38,291	-	-	630,300
Disposals	-	-	(60,973)	-	(60,973)
At 31 December 2022	<u>622,694</u>	<u>47,340</u>	<u>123,996</u>	<u>19,532</u>	<u>813,562</u>
<b>DEPRECIATION</b>					
At 1 January 2022	29,965	5,524	72,469	15,172	123,130
Charge for year	25,200	1,909	22,705	2,371	52,185
Eliminated on disposal	-	-	(19,674)	-	(19,674)
At 31 December 2022	<u>55,165</u>	<u>7,433</u>	<u>75,500</u>	<u>17,543</u>	<u>155,641</u>
<b>NET BOOK VALUE</b>					
At 31 December 2022	<u>567,529</u>	<u>39,907</u>	<u>48,496</u>	<u>1,989</u>	<u>657,921</u>
At 31 December 2021	<u>720</u>	<u>3,525</u>	<u>112,500</u>	<u>4,360</u>	<u>121,105</u>

5. **STOCKS**

	2022 £	2021 £
Stocks	<u>296,364</u>	<u>1,099,802</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Trade debtors	1,962,208	2,152,164
Other debtors	31,121	138,570
Prepayments and accrued income	<u>14,566</u>	<u>91,180</u>
	<u>2,007,895</u>	<u>2,381,914</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Trade creditors	66,561	65,614
Amounts owed to group undertakings	258,197	1,610,297
Taxation and social security	552,052	753,187
Other creditors	95,201	78,431
Accruals and deferred income	<u>146,984</u>	<u>87,544</u>
	<u>1,118,995</u>	<u>2,595,073</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	97,500	-
Between one and five years	390,000	-
	<u>487,500</u>	<u>-</u>

9. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax	<u>156,215</u>	<u>23,020</u>
		Deferred tax
		£
Balance at 1 January 2022		23,020
Accelerated capital allowances		133,195
Balance at 31 December 2022		<u>156,215</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2022	2021
Number:	Class:	Nominal value:	£	£
100	Ordinary	£100	<u>10,000</u>	<u>10,000</u>

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was qualified on the following basis:

**Basis for qualified 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 Auditors' 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.

The audit report in 2021 was qualified due to the errors identified around goods in transit and stock cut-off. This affected various areas of the financial statements; turnover, cost of sales, profit, stock, trade debtor and intercompany balances. In 2022 we were able to gain sufficient audit evidence to suggest that no such errors in the balances were in place at the reporting date. Therefore due to the above we have qualified our audit opinion based on the opening balances from the 2021 financial statements.

Christopher Beaumont BA (Hons) BFP FCA DChA (Senior Statutory Auditor)  
for and on behalf of Clive Owen LLP



**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2022**

**12. CAPITAL COMMITMENTS**

	2022	2021
	£	£
Contracted but not provided for in the financial statements	<u>-</u>	<u>346,730</u>

**13. ULTIMATE PARENT COMPANY**

Peikko UK Limited is a wholly owned subsidiary of Peikko Group Oy, a company registered in Finland. The registered office of Peikko Group Oy is P.O Box 104, Voimakatu 3, 15101 Lahti, Finland, which is also the company's principal place of business.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.