

Financial Statements  
for the Year Ended 31 December 2022  
for  
VSM Abrasives Limited

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

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

VSM Abrasives Limited  
Company Information  
for the Year Ended 31 December 2022

**DIRECTORS:** B Harrison  
J M Henkel

**SECRETARY:** B Harrison

**REGISTERED OFFICE:** Unit 5 Joplin Court  
Sovereign Business Park  
Milton Keynes  
MK8 0JP

**REGISTERED NUMBER:** 00558460 (England and Wales)

**AUDITORS:** CANSDALES AUDIT LLP  
St Mary's Court  
The Broadway  
Old Amersham  
Buckinghamshire  
HP7 0UT

VSM Abrasives Limited (Registered number: 00558460)

Balance Sheet  
31 December 2022

	Notes	2022 £	2021 £
<b>FIXED ASSETS</b>			
Tangible assets	4	12,704	32,940
<b>CURRENT ASSETS</b>			
Stocks		645,416	600,426
Debtors	5	699,044	645,060
Cash at bank and in hand		638,007	628,995
		<u>1,982,467</u>	<u>1,874,481</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	<u>(748,678)</u>	<u>(753,255)</u>
<b>NET CURRENT ASSETS</b>		<u>1,233,789</u>	<u>1,121,226</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,246,493	1,154,166
<b>PROVISIONS FOR LIABILITIES</b>		<u>(6,604)</u>	<u>(6,604)</u>
<b>NET ASSETS</b>		<u>1,239,889</u>	<u>1,147,562</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	80,000	80,000
Capital redemption reserve		100,000	100,000
Retained earnings		<u>1,059,889</u>	<u>967,562</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>1,239,889</u>	<u>1,147,562</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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 March 2023 and were signed on its behalf by:

B Harrison - Director

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

1. **STATUTORY INFORMATION**

VSM Abrasives 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.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

**TURNOVER**

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

**TANGIBLE FIXED ASSETS**

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings Over the remaining life of the lease  
Plant and equipment 12.5% to 33.3% straight line  
Fixtures and fittings 20% to 33.3% straight line  
Motor vehicles 25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to the Income statement.

**STOCKS**

Stocks are valued at the lower of cost and net realisable value, where cost comprises expenditure which has been incurred in the normal course of business in bringing the product to its present location and condition, after making due allowance for obsolete and slow moving items.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

**TAXATION**

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the Statement of financial position date.

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

2. **ACCOUNTING POLICIES - continued**

**DEFERRED TAX**

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only 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 Statement of financial position date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

**FOREIGN EXCHANGE**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**HIRE PURCHASE AND LEASING COMMITMENTS**

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

**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.

The assets of the scheme are held separately from those of the company.

**PROVISIONS**

Provisions are set up only where it is possible that a present obligation exists as a result of an event prior to the Statement of financial position date and that a payment will be required in settlement that can be estimated reliably. Where material, provisions are calculated on a discounted basis.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 8 (2021 - 8) .

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

4. **TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1 January 2022	42,087	213,636	255,723
Additions	-	1,941	1,941
At 31 December 2022	<u>42,087</u>	<u>215,577</u>	<u>257,664</u>
<b>DEPRECIATION</b>			
At 1 January 2022	40,603	182,180	222,783
Charge for year	330	21,847	22,177
At 31 December 2022	<u>40,933</u>	<u>204,027</u>	<u>244,960</u>
<b>NET BOOK VALUE</b>			
At 31 December 2022	<u>1,154</u>	<u>11,550</u>	<u>12,704</u>
At 31 December 2021	<u>1,484</u>	<u>31,456</u>	<u>32,940</u>

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

	2022 £	2021 £
Trade debtors	672,958	621,453
Other debtors	26,086	23,607
	<u>699,044</u>	<u>645,060</u>

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

	2022 £	2021 £
Trade creditors	76,689	36,225
Amounts owed to group undertakings	361,391	375,658
Taxation and social security	206,207	200,021
Other creditors	104,391	141,351
	<u>748,678</u>	<u>753,255</u>

7. **LEASING AGREEMENTS**

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

	2022 £	2021 £
Within one year	41,194	38,556
Between one and five years	84,361	103,377
	<u>125,555</u>	<u>141,933</u>

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

8. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022 £	2021 £
80,000	Ordinary share capital	1	<u>80,000</u>	<u>80,000</u>

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

The Report of the Auditors was unqualified.

James Foskett (Senior Statutory Auditor)  
for and on behalf of CANSDALES AUDIT LLP

10. **RELATED PARTY DISCLOSURES**

The company is exempt from disclosing group transactions in accordance with paragraph 33.1A, Financial Reporting Standard 102.

11. **PARENT COMPANY**

The ultimate parent company is Vereinigte Schmirgel-und Maschinen-Fabriken AG incorporated in Germany, There is no ultimate controlling party of Vereinigte Schmirgel-und Maschinen-Fabriken AG . Copies of the consolidated financial statements are available on the parent company's website.



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.